SHOPPING CENTER LEASE

between

GFS REALTY, INC., 25 landlord

ana

Montgomery County, Maryland (Department of Facilities and Services)

_, 25 tenant

Œ

Neelsville Village SHOPPING CENTER

SHOPPING CENTER LEASE

TABLE OF CONTENTS

| §1. | DEFINI | TIONS AND EX | HIBITS. | | | | | | | | | | | | | | | | | I |
|-------------|---|-----------------|---------------|----------|------------|-------|------|---|---|---|---|---|---|----|---|---|---|---|---|-----|
| | c | D. Charles | | | | | | | | | | | | | | | | | | |
| | | Definitions. | | | | | | | | • | - | • | | | | | - | | | 1 |
| | <i>§1.2.</i> | Exhibits | • • • | • | • | | • | | | • | • | • | | | | | | | | : |
| | | | • | | | | | | | | | | | | | | | | | |
| \$2. | PREMIS | ES AND TERM | | • | • | • • | • | • | • | ٠ | ٠ | • | • | • | • | • | • | | | : |
| | | Di | | | | | | | | | | | | | | | | | | |
| | | Premises . | | | | | • | • | • | • | ٠ | • | ٠ | • | • | • | • | | | |
| | <i>§2.2.</i> | Term; Lease Y | ear | • | | | ٠ | ٠ | • | • | | ٠ | | | | | | | | |
| | £2.3. | Option Term | | | | | | | | | | | | | | | | | | |
| | | Holding Over | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
| §3. | TENAN | rs work . | | | | | - | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
| | _ | Tenant's Plans | | • | • | | • | ٠ | • | • | • | • | • | | • | | | | | |
| | §3.2. | Tenant's Work | | • | | | ٠ | • | • | • | | • | | | | | | | | |
| | §3.3. | Possession Dat | e | | | | | | | | | | | | | | | | | |
| | 63.4. | Permits | | _ | | | | _ | | | | | | | _ | | | | | |
| | | Tenant's Failus | | | | | | | | | | | | - | • | • | • | • | • | |
| | | Declaration of | | | | | | | | | | | • | • | • | • | • | • | • | |
| | 95.5. | Decimation of | Occupant | <i>,</i> | • | • • | • | • | • | • | • | • | • | • | • | • | • | • | • | |
| 8.4 | RENT | • | | | | | | | | | | | | | | | | | | |
| 34. | KENI | | | • | • | • • | • | • | • | • | • | • | • | • | • | • | • | • | • | |
| | \$A 1 | Minimum and | Parcentae | , Pa | ~ / | | | | | | | | | | | | | | | • |
| | | | | | | | | | | | | | • | • | • | • | • | • | • | |
| | - | Gross Sales St | | | | | | | • | | | | • | • | • | • | • | • | ٠ | |
| | | | <i>.</i> | | | | | | | | | | ٠ | | • | • | | | | |
| | 54.4. | Real Estate To | ues | | | | | | | | | | | | | | | | | |
| | | Security Depos | | | | | | | | | | | | | | | _ | | _ | |
| | | Additional Res | | | | | | | | | | | | | | | | | | - |
| | • | | | | | • | • | • | • | | | | | ٠ | • | • | • | • | | |
| § 5. | COMMO | ON AREAS ANI | CAM C | DSTS | 5 | | | | | | | | | | | | | | | - 2 |
| • | | | | | | | | | | | | | | | | | | | | |
| | £5.1. | Use of Commo | m Areas . | | | | | | | | | | | | | | | | | |
| | | Maintenance of | | | | | | | | | | _ | | _ | _ | _ | | | | 8 |
| | | | | | | | | | | | • | • | • | - | • | • | • | • | • | |
| | 33.3. | CAM Costs. | | ~ · | • | • • | • | • | • | • | • | • | • | • | • | • | • | • | • | , |
| | | Tenant's Share | | | | | | | | | • | • | • | • | • | • | • | • | • | 3 |
| | 55.5. | -Trask Pickup | • • • • | • | • | • • | • | • | • | ٠ | • | • | • | • | ٠ | • | • | ٠ | • | , |
| | | | | | | | | | | | | | | | | | | | | , |
| § 0. | MAINI | ENANCE OF P | KEWIZEZ | • | • | • • | • | • | • | • | • | • | • | • | • | ٠ | • | • | ٠ | , |
| | | 1600 | | _ | | | | | | | | | | | | | | | | |
| | | Maintenance b | | | | | | • | - | • | • | ٠ | • | • | • | • | • | • | • | |
| | | Maintenance by | | | | | | | | | | | | | | | | | | 3 |
| | § 6.3 . | Surrender of E | remises . | • | • | | • | ٠ | • | • | • | • | • | ÷ | ٠ | ٠ | • | • | ٠ | , |
| | | | | | | | | | | | | | | | | | | | | |
| §7. | UTILII | TES | | | | | • | • | • | ٠ | • | • | • | | ٠ | • | ٠ | • | ٠ | 1 (|
| | | | | | | | | | | | | | | | | | | | | |
| | 57.1. | Payment | | | | | | | - | | | | | | • | | | | | 1 (|
| | 57.2 | Service | | _ | | | | | | _ | | | | ٠. | | | | | | 10 |
| | | Arrangement a | | | | | | | | | | | | | | _ | _ | | _ | 10 |
| | | Landlord's Rig | | | | | | | | | | | - | • | • | • | Ť | • | • | 10 |
| | 37.4. | Lanciora 3 Ail | , n. 10, Dist | -O'ILL | LHE | 01111 | *144 | • | • | • | • | • | • | • | • | • | • | • | • | , , |
| 22 | CONDI | CT OF BUSIN | ESS RY T | ENA | NT | _ | _ | | | | _ | _ | | | _ | _ | | | | 11 |
| 3 | | , c. c. c. c. | | | | • • | • | • | • | • | • | ٠ | • | • | • | ٠ | | - | - | |
| | £# 1 | Use: Trade No | ome | | | | | | | | | | | | _ | | _ | _ | | : : |
| | | | | | | | | | | | | | | | | • | • | • | • | : (|
| | | Opening and C | | | | | | | | | | | | | | • | • | • | • | 1.7 |
| | | Conduct of Bu | | | | | | | | | | | • | | | • | ٠ | • | ٠ | |
| | § 8.4 . | Operation by 1 | enant | | | | | | | | | • | | .• | • | | ٠ | | | |
| | | Competing Op | | | | | | | | | | | | | | | | | , | |
| | | Dignified Use | | | | | | | | | | | | | | | | | | |
| | | Merchants' Ass | | | | | | | | | - | _ | _ | | | | | | | |
| | | | | | | | | | | | | | • | • | • | | | | | |
| | | Center Promot | | | | | | | | | | | | | | | | | | |
| | 5.R.O | Signs, Adverti. | sing | | | | | | | • | • | • | ٠ | | | • | • | • | | |
| | _ | Favironmento | | | | | | | | | | | | | | | | | | |

| ĮĐ. | TENAN? | TE. | Prop | ERTY | • | | | ٠ | | • | | | | | | | | | | | | | | 11 |
|--------------|----------------|---|-----------|------------------|-----------------|----------|-------|------|-----|------|-----|-----|-----|----|---|---|---|----|----|-----|---|---|---|-----|
| | §9.1. | Alt | eration | 75 | | | | | | | | | | | | | | | | | | | | |
| | 59.2. | Res | moval . | | | | | | | | | | | - | • | - | • | • | • | • | • | • | • | 11 |
| | 69.3. | Lie | 775 | | | | | • | - | • | | • | • | • | • | • | • | • | • | • | • | • | • | 12 |
| | 504 | Te | nant's | Tares | • | • | | • | • | • | • | • | • | • | • | • | • | • | ٠ | • | | | | 12 |
| | 50.5 | ria | | Taxes | | | • | • | • | • | • | ٠ | • | • | • | • | • | • | ٠ | • | | | , | 1.2 |
| | 39.5. | عند | n on 1 | Cenans' | 5 AS | sers. | | ٠ | • | - | • | • | • | ٠ | • | • | | | | | | , | | 1.2 |
| C1 A | | | | | | | | | | | | | | | | | | | | | | | | |
| 310. | INSUR | LAM | CE | ٠. | • | • | | • | • | • | • | • | • | ٠ | ٠ | • | ٠ | • | ٠ | • | | | • | 12 |
| | §10.1. | . B | y Land | llord . | | | | | | | | | | | | | | | | | | | | !2 |
| | | ş | 10.1.1. | Prope | erty i | Insu | rand | €. | | | | | | | | | | | | | | | | 12 |
| | | \$ | 10.1.2. | Liabi | lity | โทรน | rano | :e . | | | | _ | _ | _ | | | | • | • | • | • | • | | 12 |
| | £10.2 | Ry | Tena | u | | | | - | - | - | ٠ | - | • | • | • | • | • | • | • | • | • | • | • | |
| | 3.0.2. | بر صد . اخر | 10 2 1 | | | · | | ٠. | • | • | • | • | • | • | • | • | • | • | • | • | - | • | • | 13 |
| | | 3, | 10.4.J. | Prope | | ' | L | ε. | . • | • | ٠ | • | • | • | • | • | • | • | • | • | • | • | • | 13 |
| | | 34 | 10.2.2. | Liabi | iny i | ınsu | rani | :e . | • | • | • | • | • | • | • | • | • | • | • | • | • | | | 13 |
| | §10.3. | . M | iscella | meous | ไทรน | ranc | e R | equi | rem | ieni | 2 | • | • | • | • | • | • | | • | | | | | 13 |
| | § 10.4. | I. I | enani's | Waive | · . | | | | | | | | | | | | | | | | | | | 13 |
| | §10.5. | . P | olicy F | <i>lequire</i> | ment | 3 | | | | | | | | | | | | | _ | | | - | • | 13 |
| | \$10.6 | . In | idemni | ficatio | л. | _ | | | | | | | | _ | | | | • | - | • | ٠ | • | • | 14 |
| | 510.7 | | elf_Im | wance | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | |
| | 310.7. | . 3 | | وجديت تتدر | • | • | • • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | 14 |
| | FOTON | | CP Da | | - | | | | | | | | | | | | | | | | | | | |
| 311. | ESTOPE | | | | | | | | | | | | | | | | | | | | | | | |
| | SUBC | ORD | INAT. | ION . | ٠ | | | | • | • | • | • | ٠ | • | • | • | • | | • | | | | | 14 |
| | | | | | | | | | | | | | | | | | | | | | | | | |
| | §11.I. | . E. | Stoppe | l Certi | ficat | e . | | | | | | | | | | | | | | | | | | : 4 |
| | 611.2 | . A | ttornm | ent . | | | | - | | - | | | | | | | | - | - | • | • | ٠ | • | . 4 |
| | 5112 | | boedi | nation | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | |
| | | | | | | | | | | | | | | | | | | | | | | | | 14 |
| | \$11.4. | ٠. ٥ | igning | Deadl | ine | • • | • • | • | • | • | • | • | • | • | ٠ | • | • | • | • | • | ٠ | • | • | : 4 |
| §12. | ASSIG | NM | ENT A | ND S | UBL | ETI | INC | | | | | | | | | | | | | | | | | 14 |
| | | | | | | | | | | | | | | | | | | | | | | | | |
| §13. | CASUA | ALT | Y DA! | MAGE | ٠ | • | | • | ٠ | • | • | • | • | • | • | • | | • | • | • | • | | • | 15 |
| | 5121 | , , | الدلتيسات | <u>.</u> | 7 | - | | | | | | | | | | | | | | | | | | ! 5 |
| | 513.1. | | ebuita. | ng by | | 210F | 4 . | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | |
| | 513.2. | . K | eouis | ing by d's Te | 1 ent | wu . | • _•. | • | • | • | • | • | • | ٠ | • | • | • | • | •. | • | • | • | • | 1.5 |
| | <i>§13-3.</i> | i. L | andlor | d's Te | rmin | aio: | ı Ri | ght | • | • | • | • | • | - | • | • | • | • | • | • | - | | | 15 |
| | §13.4. | . P. | roporti | onate . | Rent | Adj | USLI | neni | ۲. | | | • | • | • | • | - | • | | | | • | | | 15 |
| §14. | CONDI | EMI | OTTAN | N | | | | • | | | | | | | | | | ٠. | | | | | | 15 |
| | | | | | | | | | | | | | | | | | | | | | | | | |
| | 514.J. | F. D | efiniti | ons :. | | | | | | | | | | | | | | | | | | | | 15 |
| | | | | Termin | | | | | | | | | | _ | | _ | | | | | | | | 15 |
| | | | | ing . | | | | | | • | | | : | - | • | - | • | • | • | • | • | • | • | 15 |
| | | | | | | | | | | | | | | • | • | • | • | • | • | • | • | • | • | |
| | | | | n Ren | | | | | | • . | | | | • | • | • | • | • | • | • | • | • | • | 16 |
| | <i>§14.</i> 5. | . A | wara . | | • | • | | • | • | • | • | • | • | • | • | • | • | • | ٠ | ٠ | • | • | • | 16 |
| | • | | | | | | | | | | | | | | | | | | | | | | | |
| §15. | TENAN | NTS | DEF. | AULT | • | | | • | • | • | • | • | • | • | • | ٠ | • | • | | | • | ٠ | | 16 |
| | | | | | | | | | | | | | | | | | | | | | | | | |
| | § 15.1. | . D | efault | Defini | td. | | | | | | | | | | | | | | | | | | | 16 |
| | | | | d's Re | | | | | | | | | | | | | | | | | | | | 17 |
| | 3.0 | | | Term | | | | | | | | | | | • | - | • | - | | _ | - | | | 17 |
| | | | | Rent | | | | | | | | | | | | • | • | • | • | • | • | • | • | 17 |
| | | | | | | | | | | | | | | | | | • | • | ٠ | • | • | • | • | 7 |
| | | | | Re-e | | | | | | | | | | | | | • | • | • | • | • | ٠ | • | |
| | | | | of Rigi | | | | | | | | | | | | | | • | ٠ | ٠ | • | • | ٠ | 18 |
| | | | | ruercia | | | | | | | | | | | | | • | • | • | • | • | • | • | : 8 |
| | £15.5 | 5. L | andlor | d's Ri | ght ti | o Ra | COVE | er F | ces | đŧ. | Ex, | pen | ses | | • | | • | | • | • . | | | | . 3 |
| | | | | of Tric | | | | | | | | | | | | | | | | | | | | : 3 |
| | | | | ght . | | | | | | | | | | | | | | | | | | | | : 3 |
| | 3,000 | . • | | • • • | • | • | • • | • | • | • | • | - | • | • | • | - | • | - | _ | | | • | | |
| 816 . | DEFAL | ULT | BYL | ANDL | ORD |). | | | | | | | | | | | | | | | | | | 3 |
| 3-4- | | - | | | | - ' | - | • | | - | ٠ | - | • | | | | | | | | | | | |
| | 81A 1 | 1. T | andlor | d's De | fault | 2. | | | _ | | _ | _ | | _ | | | | | | | | | | 8 |
| | 51U.1 | . <u> </u> | Torine - | o Mori | , - | - | • | • | • | • | • | • | • | ٠. | • | • | | | • | • | | • | | . 9 |
| | 310.2 | | OLICE ! | y mort | £ m£ c | • | • • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | |
| | | | | | | | | | | | | | | | | | | | | | | | | ; 9 |
| §17. | MISCE | LLL | ANEO | US | • | • | | • | ٠ | • | | • | • | • | • | ٠ | ٠ | • | • | ٠ | ٠ | • | | . 7 |
| | | | | | | _ | | | | | | | | | | | | | | | | | | |
| | § 17.1 | l. A | ccess i | by Lan | dlore | 1 | | | | | | | | • | • | • | | • | | | • | | • | : 9 |
| | 617.2 | 2. 5 | uccessi | ors . | | | | | | | | | | | | | | | | | | | | 1.9 |
| | • | | aiver . | | _ | | | | | | | | | _ | | | | | | | | | | :9 |
| | | • | | • • | • | • | • | • | ٠, | • | • | • | • | • | • | • | | | | | | | | |

| §17. 4 . | Accord and Satisfaction | |
|-----------------|---|---|
| 31/ | Chille Agreement: Changes in Writing | 7 |
| § 17.6. | No Partnership |) |
| §17.7. | Force Majeure |) |
| §17.8. | Submission of Lease |) |
| §17.9. | Notices. | , |
| \$17.10. | Notices |) |
| | Number and Gender |) |
| \$17.12. | Broker's Commission | |
| \$17.13. | Partial Invalidies | |
| \$17.14. | Recording | |
| \$17.15. | Applicable (au | |
| \$17.16. | Not Courtried Against Danton | |
| \$17.17. | Mortegee's Approval | |
| 617.18. | Include Shall May | |
| 617.19. | AMOTREV-in-Fact | |
| §17.20. | Survival | |
| | Corporate Resolutions: Attorney's Opinion |) |
| §17.22. | Cost of Performance | _ |
| §17.23. | NA IMALICATIONE | |
| 517.24. | Time of the Essence | - |
| 677 25 | Landlord's Consent | ĺ |
| \$17.20 | Landicia s consen | |
| \$ 18 | General Conditions | |
| 270 | General Conditions | |
| | \$18-1 Non-Discrimination | |
| | \$18-2 Public Employment | |
| | | |
| | \$18-3 Applicable Law . | |
| | §18.4 Non-Appropriations | |
| | Exhibits | |
| | s, paragle con al ^{all} Parameters on glander approximate. | |
| Exhibit A | Site Plan of Center | |
| Exhibit A-l | Legal Description of Site | |
| Exhibit A-2 | Description of Ingress/Egress Easements across property | |
| Exhibit B | Standard Landlord's Specifications for Building D | |
| Exhibit C | Rules and Regulations | |
| Exhibit D | Sign Specifications | |
| Exhibit E | | |
| EXUTOIC E | Declaration of Occupancy | |

SHOPPING CENTER LEASE

| | SHOTTING CENTER LEASE |
|-----------------------------|---|
| DATE: | September 24 1997 |
| LANDLORD: | GFS Realty, Inc. (Dept. #671) P.O. Box 1804 Washington, D.C. 20013 |
| TENANT: | Montgomery County, Maryland (Department of Facilities and t/a Montgomery County Liquor Services) 16650 Crabbs Branch Way Rockville, Maryland 20855 |
| CENTER: | Neelsville Village 20946 Frederick Road Germantown, Maryland 20876 (Shown on Exhibit A) |
| PREMISES: | Store number D-1 in the Center, with an address at 20946 Frederick Road containing 4,425.+/- so ft (measured from the center of interior demising walls and from the outside of exterior walls) (Shown crosshatched on Exhibit A) |
| In considera as follows: | ation of the agreements in this Lease, Landlord and Tenant agree |
| §1. DEFINITIONS | AND EXHIBITS |
| §1.1. Defir below: | sitions - Certain defined terms in this Lease are presented |
| a. Common Areas | All areas and facilities in or near the Center provided by Landlord for common use by the Center's tenants and their customers or used by Landlord for the Center, including parking areas, loading docks, delivery areas, sidewalks, canopies, equipment rooms, courts, landscaped areas, retaining walls, utility facilities, storm water management facilities, stairways, bus stops, lighting facilities, shopping center identification and directional signage, and any other areas and improvements provided by Landlord from time to time for common use by the Center's tenants and their customers; however, except as expressly included above, Common Areas exclude the structural supports, walls, floor slab, and roof of all buildings in the Center |
| b. Lease Commence Date | The date filled in at the top of this page |
| c. Possession Date | The date Landlord delivers possession of the Premises to Tenant (estimated to be August 15 |
| d. Rent Commence. Date | The date Tenant opens for business or the 60th day after the Possession Date, whichever is earlier (except that if Tenant is delayed in doing Tenant's Work for a reason beyond its control (such as a strike, lockout, labor trouble, labor, material, or equipment |

Rev. 1/88 SCILLSE6 GFM:01/26/1988:DLM shortage, governmental or quasi-govern-mental law or regulation, power failure, adverse weather, fire, riot, insurrection, or war, but not financial inability) and Tenant notifies Landlord within 3 days after the start of the delay, the Rent Commencement Date is delayed for the length of Tenant's delay)

e. Lease Term

Starts on the Lease Commencement Date and ends

five (5)

vears after the first day of the first full

month following the Rent Commencement Date (may be
extended if provided in this Lease)

*(See page 2-a)

f. Options to Extend

one at 5 years each

g. Minimum Rent

| Years 1 - 3 4 - 5 | 4723723-00 | Monthly Installment \$7,743.75 \$8,481.25 |
|---|-----------------------|---|
| Option Period (if applicable) 6 7 - 8 9 - 1 | 4 T T O 9 O 4 D + O O | \$8,481.25 \$9,218.75 \$9,956.25 |

| i. Tenant's Business | The sale at retail of alcoholic beverages (beer, wine and liquor) for off premises consumption and as |
|------------------------|--|
| • | ancillary thereto, the sale of products related to the consumption of alcoholic beverage products |
| | and for no other use or purpose |
| j. Tenant's Trade Name | Montgomery County Liquor |
| | and no other name |
| k. Security Deposit | \$ N/A |
| l. Pro-rata Share | The share of CAM costs (see §5.3) and RET (see §4.4) Tenant must pay to Landlord under this Lease, which share is a fraction with a numerator equal to the gross |

Rev. 1/88 SCILLSE6.GFM:01/26/1988:DIM

* Notwithstanding anything contained herein to the contrary, Tenant shall have the right to terminate this Lease at any time during the Lease Term by providing Landlord one hundred eighty (180) days advance notice of its intention to so terminate and the Lease shall terminate upon the one hundred eightieth (180th) day after receipt by Landlord of such notice. In the event of such a termination, rent and other payments as hereinafter specified shall be adjusted to the date of termination.

leasable area of the Premises and a denominator either equal to (i) the total gross leasable area in the Center (for gross CAM costs and RET charged to all tenants in the Center using the same formula), or (ii) the total gross leasable area in the Center less the gross leasable area in buildings other than the building in which the Premises are located (for net CAM costs and RET (after deducting CAM costs and RET attributable to the other buildings) charged to the tenants in the building in which the Premises are located), both of which denominators change as the total gross leasable area in the Center changes

§1.2. Exhibits - The exhibits to this Lease are listed below and are made a part of this Lease as if they were set forth in full in this Lease:

Exhibit A Exhibit A-1

Outline of Premises

Legal Description of Center Private Roads Landlord's Work

Exhibit A-2 Exhibit B

Exhibit C

Rules and Regulations

Exhibit D

Sign Criteria

Exhibit E

Deciaration of Occupancy

Eshibit F Form of Corporate Resolutions and A

Notwithstanding anything to the contrary in this Lease, Landlord may design and decorate any part of the Center as it desires, and may change the size and dimensions of any part of the Center, including the number, location and dimensions of buildings and stores, dimensions of hallways, malls and corridors, the number of floors in any building, the location, size and number of tenant spaces and kiosks that may be erected in any part of the Center, the identity, type and location of other stores and tenants, and the size, shape, location, areas, facilities, and arrangement of Common Areas.

may expand the Center to include additional property,

\$1.3. See page 3-a

\$2. PREMISES AND TERM

- §2.1. Premises Landlord, as the land owner, ground lessee, or the owner's or ground lessee's agent, as applicable, leases the Premises to Tenant and Tenant rents them from Landlord. As long as Tenant performs its obligations under this Lesse, Tenant may peaceably and quietly hold and enjoy the Premises for the Lease Term without interruption by Landlord. Landlord shall construct the Premises in substantial accordance with plans and specifications listed in Exhibit B ("Landlord's Work"). Landlord may use the roof and the side and rear walls of the Premises for any purpose, including erecting signs or other structures on or over the Premises, and leading ducts, conduits and wires that serve other parts of the Center through, to or from the Premises in locations that do not materially interfere with Tenant's use of the Premises. Tenant may not use the exterior of exterior walls or the roof of the Premises or any part of the Center outside the Premises, except as provided in §5.1.
- §2.2. Term; Lease Year This Lease commences on the Lease Commencement Date and expires on the last day of the Lease Term described in §1.1.(e). A "Lease Year" is a 12 month period during the Lease Term that begins January 1 and ends-December 31. The periods from (a) the Rent Commencement Date through the first December 31 of the Lease Term and (b) the last January 1 of the Lease Term through the end of the Lease Term are partial Lease Years. All amounts due under this Lease during partial Lease Years are prorated (with all months considered as having 30 days).
- §2.3. Option Term If provided in §1.1(f), and subject to the conditions of this §2.3. Tenant may extend the Lease Term the number of times as provided in §1.1(f), each time for the number of years as provided in §1.1(f). Tenant may not exercise an Option to Extend if Tenant is in default under this Lease at the time of exercise. In addition, Tenant's exercise of an Option to Extend is void if (a) Tenant is in default under this Lease at any time during the 2 years before the extension term is to commence; or (b) Grow Sales for any of the 4

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1.3. The Center is subject to and benefitted by a Maintenance and Easement Agreement dated February 12, 1995, recorded in Deed Book 13821 at page 270, as it may be amended from time to time ("the Agreement"). The Agreement creates certain easements for the circulation roads and other amenities that are shared by the Center and the adjacent Power Center and maintained by the Power Center owner (or a community or homeowner's association designated by the Power Center owner). Under the Agreement, certain "Shared Expenses" (as defined in the Agreement) related to the circulation roads and other amenities are assessed against the Center. The Shared Expenses imposed under the Agreement against the Center are included in RET under this Lease (see §4.4).

quarterly periods before the extension term is to commonse have not exceeded the Quarterly Base Sales for those periods. To exercise an Option to Extend. Tenant shall send irrevocable, unconditional notice of exercise to Landlord at least 180 days before the then current term expires. Each extension term begins on the expiration of the prior term. If the Lease Term is extended, the Lease continues on the same terms as in this Lease, but Tenant then has 1 fewer Option to Extend. An Option to Extend may not be exercised more than 3 years before its extension term would commence.

§2.4. Holding Over - If Tenant holds over after the termination of the Lease Term, Tenant is a tenant at sufferance, shall pay double per diem rent for each day it holds over, and is liable to Landlord for all losses, claims and expenses connected with Tenant's holding over, including claims made by any succeeding tenant.

* See page 4-a

§3. TENANT'S WORK

- §3.1. Tenant's Plans As soon as reasonably possible after the Lease Commencement Date, Landlord shall send Tenant a drawing of the Premises. Within 30 days after Tenant receives the drawing, Tenant shall submit to Landlord 4 complete sets of plans and specifications ("Tenant's Plans") of all Work that Tenant plans to do in the Premises, prepared in conformity with Exhibit B. Tenant's Plans must include sealed architectural, mechanical, and electrical drawings if they are required by governmental authorities. As soon as reasonably possible after Tenant submits Tenant's Plans, Landlord shall notify Tenant if Tenant's Plans fail to conform with Exhibit B or otherwise to meet with Landlord's approval. Within 10 days after it receives any such notice, Tenant shall revise Tenant's Plans to the extent necessary to obtain Landlord's approval and shall resubmit them for Landlord's approval. When Landlord approves Tenant's Plans, Landlord shall initial and return 1 set to Tenant, and the approved version becomes a part of this Lease as if contained in full in this Lease.
- §3.2. Tenant's Work "Tenant's Work" is all work (except Landlord's Work) necessary before Tenant can operate Tenant's Business in the Premises, including all work shown in Tenant's Plans. Tenant shall not commence Tenant's Work until the Possession Date (see §3.3), or the date Landlord approves Tenant's Plans, whichever is later. (But see §3.3 re: plan approval delays caused by Landlord.) Tenant shall commence Tenant's Work even though Landlord may not have completed Landlord's Work on the Possession Date and may be in the Premises concurrently with Tenant. Tenant shall do Tenant's Work diligently and in strict accordance with Tenant's Plans, using only new or completely reconditioned fixtures. Tenant shall complete Tenant's Work by the Rent Commencement Date.
- * §3.3. Possession Date Landlord shall notify Tenant of the Possession Date at least 30 days in advance. If Landlord does not deliver possession of the Premises on the date estimated in §1.1(c) for any reason, or if Landlord has not approved Tenant's Plans by the date estimated in §1.1(c) because of delays caused by Landlord, the Possession Date is delayed until the later of Landlord's delivery of possession or Landlord's approval of Tenant's Plans. If the Possession Date is delayed longer than 2 years beyond the estimated Possession Date in §1.1(c), then either party may terminate this Lease by notifying the other in writing after the 2-year period. However, if Tenant gives such a notice, this Lease terminates only if Landlord does not deliver possession of the Premises as required by this Lesse within 60 days after Tenant's notice. If neither party notifies the other and unless Landlord sooner delivers possession of the Premises, this Leese terminates & years after the estimated Possession Date in §1.1(c). In no event is Landlord, its agents, employees, or contractors liable to Tenant, nor may Tenant terminate this Lease other than as provided in this §3.3, if the Possession Date is delayed. If the Possession Date is delayed. Landlord may either leave the end of the Lease Term unchanged or shorten it by the same period that the Possession Date was delayed.
- §3.4. Permits Tenant shall obtain any building permits and other governmental approvals necessary to do Tenant's Work and to operate Tenant's Business in the Premises. Tenant shall apply for the permits and approvals within 3 days after Landlord approves Tenant's Plans. Tenant's failure to obtain

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Notwithstanding the foregoing, in the event that the parties hereto are negotiating in good faith to extend the Lease Term, such monthly Minimum Rent shall equal the monthly Minimum Rent then payable hereunder. Such negotiations may be terminated by either party hereto upon seven (7) days prior written notice, in which event Tenant shall be provided with thirty (30) days notice to vacate the Premises and Minimum Rent for such thirty (30) day period shall equal the monthly Minimum Rent then payable hereunder.

such permits and approvals does not affect this Lease, including the Possession Date and the Rent Commencement Date.

- §3.5. Tenant's Failure to Open Tenant recognizes that if it fails to open when required under §8. Landlord's damages (including lost Percentage Rent and lost opportunity to sell, lease, mortgage, or otherwise deal with the Center) will be difficult, if not impossible, to ascertain. Tenant also recognizes that if it fails to do anything it is required by this Lease to do on or before the Rent Commencement Date, Tenant threatens Landlord with a greatly increased likelihood that Tenant will not open when required under §8. Accordingly, if Tenant fails to do anything it is required by this Lease to do on or before the Rent Commencement Date (including submitting Tenant's Plans, revising Tenant's Plans, and starting, diligently doing, and completing Tenant's Work). Landlord may without notice or demand: (a) complete Landlord's Work, and, at Tenant's expense, make any changes required because of Tenant's delay or failure to perform its obligations under this Lease, using any contractor selected by Landlord; (b) do any of Tenant's Work or perform any other obligations of Tenant under this Lease, at Tenant's expense, including preparing Tenant's Plans and doing Tenant's Work; and (c) terminate this Lease and recover, as liquidated damages and not as a penalty, a sum equal to the Monthly Installments of Minipaum Annual Rent due for the 12 months after the Rent Commencement Date, plant the expenses incurred by Landlord pursuant to (a) and (b) above.
- §3.6. Declaration of Occupancy After the Rent Commencement Date, Landlord and Tenant shall sign a Declaration of Occupancy in the form of Exhibit E, that sets forth the Possession Date, the Rent Commencement Date, and the date the Lease Term expires.

§4. RENT

- §4.1. Minimum and Percentage Rent Commencing on the Rent Commencement Date, Tenant shall pay to Landlord at its address on page 1 (as that address may be changed by notice from Landlord):
 - (i) Minimum Annual Rent as set forth in §1.1(g), payable in Monthly Installments as shown, in advance, on the first day of each month. If the Rent Commencement Date does not occur on the first day of a month, Tenant shall pay a prorated Monthly Installment on the Rent Commencement Date for the period from the Rent Commencement Date to the first day of the next calendar month.
 - (ii) Personage Reat as set forth in §1.1(h), payable sech April 15. July 15, October 15, and January 15 for the quarterly period just ended. Quarterly periods end on the last day of March, June, September, and December. For quarterly periods of less than three full months, Quarterly Base Sales are proportionately reduced. If the sum of Tenant's quarterly percentage rent payments during a Lease Year exceeds Percentage Rent based on the Annual Base Sales, Landlord shall refund the excess to Tenant based February 28.

In years during which the Minimum Annual Rent or the Annual Bess Saleschanges, the change takes effect on the first day of the first month after the anniversary of the Rent Commencement Date that year (unless the Rent Commencement Date occurs on the first day of a month, in which event the change takes effect on the anniversary of the Rent Commencement Date).

January 15, Tenant shall deliver to Landlord its written Gross Sales report for the most recent quarter, that Tenant shall cortify is correct. By each echivary 30. Tenant shall deliver to Landlord a written Gross Sales report for the most recent Lease Year that a reputable, independent certified public accountant or accountant practitioner states is fair and accurate based on their examination of Tenant's Records (see below).

Tenant's Records are all original books and records regarding Gross Sales, including sales journals, worksheets, cash register tapes, sales slips, bank statements, deposit slips, sales tax returns, and any other information needed to determine or to verify Gross Sales. Tenant shall keep Tenant's Records in stordance with generally accepted accounting principles consistently applied, and

* In the event that Tenant does not open its business in the Premises within sixty (60) days following the Rent Commencement Date, Landlord may elect to terminate this Lease by written notice to Tenant. Such termination shall be effective upon the thirtieth (30th) day following Tenant's receipt of such notice.

Address (see §17.9) (and at the Premises during the Lease Term if the Notice Address is more than 100 miles from Washington, D.C.).

Landlord or its agents may examine and audit Tenant's Records at Tenant's Notice Address (see §17.9) (or at the Premises if the Notice Address is more than 100 miles from Washington, D.C.). If the examination or audit discloses a deficiency in Percentage Rent payments, Tenant shall pay it within 5 days after notice of the deficiency. If the deficiency is 1% or more of the Percentage Rent paid by Tenant for the period, Tenant also shall pay Landlord the cost of the audit or examination. If the deficiency is 3% or more of the Percentage Rent due for the period of the deficiency, Landlord may terminate this Lease.

If Tenant fails to furnish its Gross Sales report for any period, Landlord may charge a \$100.00 late fee to cover additional administrative expenses. In addition, Landlord may examine Tenant's Records at Tenant's expense to compute Gross Sales and Percentage Rent due for that period, or may require Tenant to pay Percentage Rent using as Gross Sales for that period 125% of the greater of (a) the Base Sales for that period, or (b) Gross Sales for the corresponding period in the prior Lease Year. Landlord's exercise of any remedy in this paragraph does not relieve Tenant of the obligation to submit the required Gross Sales reports and to pay the Percentage Rent due based on those sales (with credit for any amounts paid under this paragraph).

If Tenant submits a delinquent Gross Sales report. Landlord may not honor it unless (i) a reputable, independent certified public accountant or accountant practitioner states it is fair and accurate based on their examination of Tenant's Records; and (ii) Percentage Rent due under the prior paragraph has been paid. If the accountant's statement reflects that Tenant has paid excess Percentage Rent, Landlord shall apply the excess against any Percentage Rent due for past periods, or for future periods as it becomes due (or shall refund the excess to Tenant if the Lease Term has terminated and Tenant has paid all amounts it owes to Landlord).

§4.3. Gross Sales - "Gross Sales" are the price of all goods sold and rented and of services performed at or from the Premises for cash, credit, exchange or otherwise, including (i) goods sold and rented and services performed outside the Premises if the orders are handled at the Premises or are connected with actions in or from the Premises; and (ii) goods sold and rented and services performed at or from the Premises if the orders are handled outside the Premises; whether the orders are taken in person, or by mail, telephone, or otherwise.

Tenant may deduct from Gross Salex

- (a) exchanges of merchandise between Tenant's stores and deliveries from the Premises to fill orders that do not originate at or from the Premises, but only if such exchanges and deliveries are made solely for the convenient operation of Jenant's Business and not to avoid consummating a sale in, at or from the Fremises;
- (b) returns to manufacturers;
- (c) refunds to gustomers;
- (d) sales of fixtures, machinery, and equipment not in the ordinary course of Tenant's business; and
- (e) sales, excise, and other taxes imposed by governmental authority and collected from Tenenit's customers and paid to the authority by Tenant.

Tenant may not deduct from Gross Sales any other items, including:

- (A) taxes, except as provided in this Lease;
- (B) returned checks and reserves and deductions for uncollected amounts;
- (C) register shortages; and
- De deposits not refunded to customers

§4.4. Real Estate Taxes - Subject to reimbursement as set forth in this section, Landlord shall pay the real estate taxes ("RET") on the Center. RET includes all real estate taxes, scharges and assessments by governmental and quasi governmental authorities (including community and homeowaers) associations); front-foot benefit charges, special assessments, sewer and other taxes and charges, all other amounts listed on the tax bill for the Center (such as water and sewer service, school and fire district taxes, fire line charges, and capital facilities charges), substitutions or partial substitutions for or additions to RET, rents taxes or other tax or charge (other than income tax) imposed on account of the payment by Tenant or receipt by Landlord of, or based in whole or in part on, the rents in this Lease, or the value of those rents or on Landlord's interest in the Center, and all costs and fees incurred by Landlord to contest or negotiate the RET with public authorities. RET excludes taxes on Tenant's machinery, equipment, inventory or other personal property or assets (which taxes Tenant shall pay directly to the taxing authority).

charges and assessments, whether public. governmental, quasi-governmental. private, or otherwise (including, without limitation, community and homeowners association charges, shared expenses, and any other charges imposed by the Maintenance and Easement Agreement (see Section 1.3.).

Tenant shall pay to Landlord its Pro-rata Share of RET within 30 days after notice from Landlord of the amount Tenant owes (with proportionate reduction for periods at the beginning and end of the Lease Term that are not full fiscal tax years of the taxing authority).

Landlord may require Tenant to pay its Pro-rate Share of RET in monthly installments in advance on the 1st day of each month, in amounts estimated periodically by Landlord. After the last tax payment to the taxing authority each year, Landlord shall compute Tenant's share of annual RET. Landlord shall credit any excess to amounts to be paid during the following year (or shall refund the excess to Tenant if the Lease Term has terminated and Tenant has paid all amounts it owes to Landlord), or Tenant shall pay any deficiency to Landlord, as the case may be.

54.6.—Security Deposit—On the Lease Con pay the Security Deposit to Landlord, and Landlord shall hold it as security for Tenant's performance under this Lesse. Landlord may hold the Security Deposit without liability for interest, unless required by law, and may deposit the Security Deposit in an account containing other security deposits and other moneys controlled by Landlord or its affiliates. If Tenant defaults under this Lease, Landlord may apply all or any past of the Security Deposit to compensate Landlord for its loss, cost, damage of expense connected with the default, and at Landlord's request, Tenant shall pay to Landlord within 5 days the amount necessary to restore the Security Deposit to the original amount. Unless Tenant is in default as the end of the Lesse Term, Landlord shall return the balance of the Security Deposit to Tenant after the end of the Lease Term, within 30 days

Promotional Fund §4.6. Additional Rest; Late Payment - All amounts that Tenant is required to pay under this Lease, including RET (see §4.4), insurance, CAM Costs (see §5.2), merchants' association dues, advertising fees, and expenses to cure Tenant's default, are additional rent payable with the next Monthly Installment of Minimum Annual Rent that becomes due (or at the end of the Lease Term, if sooner), except as otherwise provided in this Lease. Tenant's failure to pay any of these amounts constitutes its failure to pay rent, and they may be collected as provided by law for the collection of rent. Tenant shall pay all rent without prior notice or demand. Tenant's agreements to pay rent and other amounts under this Lease are independent covenants, and, except as this Lease provides otherwise, Tenant may not setoff, abate, deduct or fail to pay any such amounts for any reason. Any rent or additional rent to be paid by Tenant that is not paid when due bears interest at the lesser of: (a) the rate charged by large U.S. money center commercial banks, from time to time, as published in the Wall Street Journal (or as fixed in Landiord's reasonable opinion if the Wall Street Journal ceases publishing that rate); or (b) the maximum rate allowed by law. In addition, for each late payment of rent or additional rent, Tenant shall pay a late payment processing charge of \$50.00 if the payment is received by Landlord less than 10 days after it is due, or \$150.00 if the payment is received 10 days or more after it is due; and Tenant shall also pay a notice processing fee of \$150.00 if Tenant's payment is received by Landlord after Landlord has sent Tenant notice of that failure to make timely payment.

* See page 7-a

* Notwithstanding the foregoing, Landlord agrees to waive the late payment processing charge for the first two (2) instances in any twelve (12) month period during the Lease Term, provided payment is received by Landlord within fifteen (15) days after the due date.

§5. COMMON AREAS AND CAM COSTS

§5.1. Use of Common Areas - Landlord retains exclusive control and management of the Common Areas, and Landlord may establish reasonable rules and regulations for the Common Areas, which Landlord may amend. Landlord may change the level or grade of parking surfaces any may build subsurface or elevated parking areas; may charges for parking (by meters or otherwise a may close any Common Areas temporarily to make repairs or changes, to prevent the acquisition of public rights, to discourage noncustomer parking, or for any other purposes; and may do other things in the Common Areas as Landlord in its cole

provided, however, any amounts collected by Landlord for parking shall be applied to offset CAM Costs hereunder):

Tenant, its employees and customers may use the Common Areas in common with Landlord and all others entitled to use the Common Areas, subject to the prior paragraph. Tenant may not interfere with any person's use of the Common Areas. Tenant shall abide by the rules and regulations in Exhibit C (as amended) and shall cause its concessionaires, employees, agents, and customers to abide by them.

If Landlord designates an area for parking by Tenant's employees, Tenant shall cause its employees to park there and shall pay Landlord \$10.00 for each day that Tenant or its employee parks a car in the Center outside that area. Tenant authorizes Landlord to tow any such car from the Center. ATenant shall However, Landlord reimburse Landlord for the towing costs and shall otherwise indemnify Landlord against any loss, claim, or expense connected with the towing or the improperly parked car. At Landlord's request, Tenant shall furnish Landlord license numbers and descriptions of cars used by Tenant and its concessionaires, employees, and agents.

See_page_8-a-Redundant

> §5.2. Maintenance of Common Areas - Landlord shall maintain, repair and replace (when necessary) the Common Areas at the level deemed advisable by Landlord, in its sole discretion. However, if the need for maintenance, repair, or replacement is connected with the negligence of Tenant, its employees, agents, contractors; or with Tenant's failure to do anything it is required to do under this Lesse, or its doing anything it is not permitted to do under this Lease (whether or not the failure or the doing has continued long enough to constitute a default); or with vandalism, melicious mischief, or actual or attempted robbery, burglary, or safe burglary, against which Tenant is required to insure, Landlord either may require Tenant to pay the cost of the maintenance, repair, or replacement, or may require Tenant to do the maintenance or make the repair or replacement. If Landlord notifies Tenant that Tenant must do the maintenance or make the repair or replacement, Tenant shall submit its plans or procedures for the maintenance, repair, or replacement to Landlord for its approval within 5 days after Landlord's notice and shall do the maintenance or make the repair or replacement as soon as reasonably practicable after Landlord approves Tenant's plans or procedures. In addition, Tenant shallpromptly remove ice and snow from Tenant's loading area and from the sidewalk in front of the Premises and shall collect refuse outside the Premises as required

> §5.3. CAM Costs - "CAM Costs" are all of Landlord's costs to operate the Center and to and maintain, repair and replace (when necessary) the Common Areas, including (a) costs (and appropriate reserves) to operate, police, protect, inspect, manage, and light (including maintaining and illuminating signs) the Center; (b) costs (and appropriate reserves) to clean, sweep, remove snow and ice from, remove trash from, resurface, paint, restripe, landscape, renovate, remodel, repair, and replace the Common Areas and any machinery and equipment used to do these things; (c) costs to provide liability, property, and other insurance coverage for the Center, (d) costs for special services for the Center, such as for music program services and loud speaker systems (including ASCAP and BMI union fees) and for security measures; (e) water and sewer charges, energy surcharges, wages, unemployment taxes, social security taxes, workman's compensation insurance and other benefits payable to employees of Landlord or its affiliates at the Center, and (f) assessments attributable to the Common Areas (unless charged to Tenant under §4.4), personal property taxes, fees for required licenses and permits, supplies, and salaries and other compensation of personnel to do the things listed in this section; plus 15% of the total of all of the foregoing costs and expenses to cover Landlord's administrative costs, which 15% administrative fee includes a management fee.

shall not tow any such car nor shall Tenant pay such \$10.00 per day amount until the third and subsequent failure(s) by Tenant's employees to park in designated areas.

sprinkler monitoring systems;

* Notwithstanding the foregoing, Tenant shall not be obligated to pay such \$10.00 and Landlord shall not tow any violating car until the third violation of this Section.

- §5.4. Tenant's Share of CAM Costs Tenant shall pay its Pro-rata Share of CAM Costs for a Lease Year in monthly installments, in amounts estimated by Landlord, on the first day of each month of that Lease Year. After each Lease Year, Landlord shall notify Tenant of its share of CAM Costs for that year (with proportionate reduction for periods at the beginning and end of the Lease Term that are not full Lease Years). Landlord shall credit any excess to amounts to be paid by Tenant for the following year (or shall refund the excess to Tenant if the Lease Term has terminated and Tenant has paid all amounts it owes to Landlord), or Tenant shall pay any deficiency to Landlord, as the case may be.
- §5.5. Trash Pickup If Landlord provides trash pickup service for the Center, Tenant shall use the service and shall pay its share of the costs of the service. Tenant's share of trash pickup costs is the same percentage as the percentage use by Tenant of the trash pickup service, as determined by Landlord in its reasonable opinion, based on amount and type of trash, frequency of pickup, and other relevant factors. Tenant shall pay its share of trash pickup costs in installments payable not more frequently than monthly, with annual adjustment if estimates were used to fix Tenant's installments and if those estimates differ from amounts. Landlord shall credit any excess to amounts to be paid by Tenant for the following year (or shall refund the excess to Tenant if the Lesse Term has terminated and Tenant has paid all amounts it owes to Landlord), or Tenant shall pay any deficiency to Landlord, as the case may be.

§6. MAINTENANCE OF PREMISES

- §6.1. Maintenance by Landlord Except as provided by §13 (re: casualty) and §14 (re: condemnation), Landlord shall maintain, repair and replace (when necessary) the structural supports, interior demising walls, exterior walls, floor slab, and roof of the Premises to keep them in good, safe, and clean condition. However, if the need for maintenance, repair, or replacement is connected with the negligence of Tenant, its employees, agents, contractors; or with Tenant's failure to do anything it is required to do under this Lease, or its doing anything it is not permitted to do under this Lease (whether or not the failure or the doing has continued long enough to constitute a default); or with vandalism, malicious mischief, or actual or attempted robbery, burglary, or safe burglary, against which Tenant is required to insure, Landlord either may require Tenant to pay the cost of the maintenance, repair, or replacement, or may require Tenant to do the maintenance or make the repair or replacement. If Landlord notifies Tenant that Tenant must do the maintenance or make the repair or replacement, Tenant shall submit its plans or procedures for the maintenance, repair, or replacement to Landlord for its approval within 5 days after Landlord's notice and shall do the maintenance or make the repair or replacement as soon as reasonably practicable after Landlord approves Tenant's plans or procedures. Landlord is not obligated to do any other maintenance or to make any other repairs, replacements or improvements to the Premises or to any equipment or fixtures in the Premises.
- §6.2. Maintenance by Tenant Except as provided by §§13 and 14 (dealing with damage by casualty and with condemnation), except for reasonable wear and tear, and except as provided by §6.1 (dealing with Landlord's maintenance obligation), Tenant shall maintain, repair and replace (when necessary) the Premises (including the HVA/C system and other utility systems, interior non-demising walls, vestibules, windows, window frames and moldings, plate glass, doors, and door openers and fixtures) and any facilities outside the Premises that serve the Premises (such as Tenant's sign and sign box and the HVA/C fan and compressor) to keep them in good, safe, and clean condition. Tenant shall replace parts of or the entire HVA/C system when, in the judgment of an independent mechanical engineer, replacement (not repair) makes economic sense.
- (Reasonable wear and tear excepted)
 §6.3. Surrender of Premises When this Lesse terminates, Tenant shall surrender the Premises in the same condition they were in on the Rent Commencement Date, except as provided in §6.2. Tenant also shall deliver to Landlord at its Notice Address (see §17.9) all keys for the Premises and all combinations for locks, safes and vaults in the Premises.

Landlord agrees to provide Tenant with any warranties in Landlord's possession which are applicable to Tenant's maintenance requirements pursuant to this Section 6.2.

§7. UTILITIES

- §7.1. Payment After the Possession Date, Tenant shall pay promptly all charges for sewer, gas, electricity, water and all other utility services for the Premises, whether supplied by Landlord or by a public utility.
- §7.2. Service Areas shall change all HVA/C filter at least once a month. Tenant shall contract with a reputable HVA/C firm approach to inspect and service the HVA/C system. At least twice such best year, Tenant shall have the HVA/C system inspected by the firm and shall obtain from the firm a written inspection report. Tenant shall keep the service contract and the report at the Premises and shall furnish sopies to Landlord on requests.

Tenant shall contract with its own HVA/C mechanics to properly maintain the HVA/C system serving the Premises.

- §7.3. Arrangement and Supply If Tenant purchases utility service from the utility company, then before the Possession Date, Tenant shall arrange with the utility company serving the Premises to provide utility service in Tenant's name and to bill Tenant directly, and Tenant shall pay any deposits required. Tenant's obligations under this Lease are not affected by any failure or delay in utility supply, installation, or repair service.
- §7.4. Landlord's Right to Discontinue Utilities If Tenant defaults under this Lease, Landlord may discontinue any utility and services that Landlord supplies to Tenant, without notice or liability to Tenant, including water, gas, electricity, sewer, heating, and air-conditioning.

§8. CONDUCT OF BUSINESS BY TENANT

- §8.1. Use: Trade Name Tenant shall use the Premises to conduct only Tenant's Business (see 1.1(i)). Tenant shall not use more than 15% of the floor area of the Premises for storage and office space, and Tenant shall use the storage and office space solely for Tenant's Business. Tenant shall operate its business only under Tenant's Name (see 1.1(j)).
- §8.2. Opening and Continuous Use Tenant shall open Tenant's Business in the Premises with the public on the Rent Commencement Date. After the Rent Commencement Date, Tenant shall continuously operate Tenant's Business under Tenant's Name in the entire Premises during each hour of the Lesse Term when Tenant is required to be open for business under §8.3, fully staffed, stocked, and fixtured.

For each day that Tenant fails to comply with this §8.2, Tenant shall pay 150% of the Minimum Annual Rent (prorated on a daily basis), such sum representing the parties' estimation of the damages that Landlord will suffer by Tenant's noncompliance.

§8.3. Conduct of Business - Ferrant shall conduct its business to maximize Gross foles in the Premises: Tenant shall open its store from 10:00 a.m. to 9:00 p.m. Monday through Friday, and from 10:00 a.m. to 6:00 p.m. on Saturday. A. Tenant shall light the show windows of the Premises and all its signs each night of the year until 10:00 p.m.

Tenant shall be permitted to conduct its business in the Premises additional hours, provided Tenant first notifies Landlord in writing of such additional

The arrangement, style, color and general appearance of all fixtures.

advertising, and merchandise displays in the Premises are subject to Landlord's approval, both as to the manner of maintenance and as to the size, color, manner and existence of such materials. Tenant shall keep all such merchandise displays, fixtures, and advertising in first-class condition.

Notwithstanding the foregoing, Landlord agrees to be reasonable in its approval of Tenant's fixtures, advertising and merchandise

§8.4. Operation by Tenant - Tenant shall not place any merchandise, vending machines or other articles in any vestibule or entry of the rremises or outside the Premises; shall collect garbage, trash, rubbish and other refuse from in and about the Premises at least once a day (or more often if necessary), shall keep it in rat-proof containers inside the Premises, and shall remove it from the Premises to the dumpster serving the Premises at least once a week (or more often if necessary); shall not allow any sound system in the Premises to be audible outside the Premises; shall keep all mechanical equipment free of vibration and noise; shall not commit or permit any waste or nuisance in the Premises; shall not allow any coin-operated amusement devices, games or hand-lettered signs in the Premises; shall not permit delivery vehicles to load, unload, park or stand in any service drive or sidewalk; shall comply with all

d merchandise displays, in the Premises, provided same: (i) are high quality and professionally produced, (ii) do not deviate from the aesthetics or moralistic values of the Center. laws, recommendations, ordinances, rules, regulations and other requirements of governmental and quasi-governmental authorities and of insurers at the Center; shall not allow any noxious, toxic or corrosive substance in the Premises; shall not place any load on the floor that exceeds the load that floor was designed to carry; and shall not install any equipment that can exceed the capacity of any utility facilities.

--- 98:5: -- Competing Operations mile of the Center that Tenant operates or manages, directly or indirectly (or in which it has any other interest) and that competes with Tenant's Business decreases Percentage Rent under this Lease (which is a major consideration for this Lease and the construction of the Conter). Accordingly, Tenant shall include 50% of the sales of the other business in Gross Sales under this Lease. Landlord may inspect the Gross Sales records of the other business to the same extent as under §4.2, and Tenant shall furnish to Landlord reports of gross sales

§8.6. Dignified Use - Tenant shall not allow the Premises to be used for a public or private auction or any fire, "going out of business," bankruptcy, or similar sale, or for the sale, rental, or display of obscene material (such as nude photos, sexual devices, objects depicting any parts of the body which people do not normally expose to public view, and any similar items commonly associated with a peep show, massage parior, adult book store, head shop, or similar business. In addition, Tenant shall not allow the Premises to be used in any other disreputable or immoral manner and shall allow them to be used only in a dignified and ethical manner consistent with the businesses in the rest of the Center.

\$8.7. Morehents' Association During the Loase Torm, Tenant shall be a member of a merchants' association in which Landlord and other tenants in the Center are members. Tenant shall pay annual dues according to the rules of the association as set by Landlord. Tenant's failure to pay dues is a default under this Lease, but does not terminate its membership unless Landlord terminates the Lease. The failure of any other tenant to pay dues to or join this association does not affect Tenant's obligations under this Lease. Tenant shall advertise in at least 4 merchants' association advertising programs a year, which may include newspaper advertisements, tabloids, and coupon books. In each program, Tenant shall take the same amount of space as allocated to the other members. Tenant also shall participate in all sales and promotions sponsored by the association. Tenant shall include the name of the Center and the address of the Premises in all advertisements, stationery or printed material in which Tenant mentions any * (See page 11-a)

§8.8. Center Promotions - If the Conter has a grand oponing, Tenant shall contribute at least \$100.00 a year for heliday decorations.

a one-time contribution of \$1,000 toward

- §8.9. Signs, Advertising Tenant shall not place anything on any exterior door or window of the Premises or on the inside of the Premises if visible from the outside, including signs, decals, advertising, and decorations, that does not comply with the Sign Criteria in Exhibit D or that reflects poorly on the Center or reflects poor taste, in Landlord's sole opinion. ** (see page 11a)
- §8.10. Environmental Compliance As part of its obligation to comply with laws and other requirements under §8.4. Tenant shall comply with all federal, state, and local environmental laws and regulations, such as the Clean Air Act, the Federal Water Pollution Control Act, the Resource Conservation and Recovery Act, the Superfund Law, and the Toxic Substances Control Act. Tenant shall send Landlord copies of any reports or other filings required by environmental laws and regulations. Tenant shall notify Landiord immediately if Tenant is notified of any potential violation of environmental laws and regulations at the Center. If Tenant becomes obligated under environmental laws and regulations to take any remedial action at the Center, Tenant may not take the action without obtaining Landlord's prior approval.

§9. TENANT'S PROPERTY

§9.1. Alterations - Tenant shall not make any alterations, additions or other changes (including painting, decorating and installing signs) to the

§ 8.7 Promotional Fund - In the event, Landlord operates a Promotional Fund (the "Fund") for the purpose of advertising and promoting the Center, Tenant shall become a member of the Fund. The Fund shall be used by Landlord to pay costs and expenses associated with the formulation and carrying out of an ongoing program for the promotion of the Center, which program may include, without limitation, special events, shows, displays, signs, marquees, decor, seasonal events, and print, television, radio and other media advertisements. In addition, the Landlord may use contributions to the Fund to defray the costs of administration of the Fund, not to exceed fifteen percent (15%) of all contributions to the Fund. Tenant shall pay annual dues to the Fund in the amount of One Thousand Four Hundred Dollars (\$1,400.00), payable in equal monthly installments of One Hundred Sixteen and 67/100 Dollars (\$116.67). Tenant's failure to pay dues is a default under this Lease. The failure of any other tenant to pay dues to the Fund does not affect Tenant's obligations under this Lease. Tenant shall advertise in at least four (4) advertising programs a year sponsored by the Fund, which may include newspaper advertisements, tabloids and coupon books. In each program, Tenant shall take the same amount of space as

On or before Tenant's execution of this Lease, Tenant shall submit to Landlord for approval Tenant's plans for exterior signage, prepared in conformance with Exhibit D. Tenant's exterior sign shall be installed by Tenant at its expense within thirty (30) days after the Rent Commencement Date. Subject to delays as sited in Section 1.1.d. hereinabove, failure to comply with this Section 8.9 shall, without the necessity of notice from Landlord, constitute a default under this Lease, and Landlord shall be permitted to exercise its remedies as set forth in Section 15.2 hereof.

allocated to the other tenants of the Center.

Premises. Tenant shall promptly remove any alteration, addition, or other change made without Landlord's prior approval or take any other action as Landlord directs.

- §9.2. Removal During the Lease Term, Tenant may not remove its personal property (such as equipment and trade fixtures), unless Tenant replaces it with property at least as valuable, and may not remove any property attached to the Premises (such as leasehold improvements, alterations, and additions). At the end of the Lease Term, Tenant shall remove all improvements, alterations, and additions as required by Landlord and, unless Tenant is in default, Tenant also shall remove all of its personal property (such as equipment and trade fixtures). In each case, Tenant shall repair any damage connected with the removal. If Tenant may remove its personal property at the end of the Lease Term, but fails to, Landlord may either remove it (and repair the removal damage) at Tenant's expense or may allow it to remain in the Premises, in which event it becomes Landlord's property. If Tenant defaults, Landlord may take exclusive possession of Tenant's personal property in the Premises and may use it until all defaults are cured, or Landlord may require Tenant to remove its personal property immediately.
- §9.3. Liens Tenant shall not allow any lien to attach to the Center or the Premises. For any lien connected with Tenant that attaches or is threatened, Landlord may require Tenant to bond it off or to furnish other indemnity satisfactory to Landlord within 2 days after the attachment or threat. If Tenant fails to act as requested by Landlord, Landlord may take any necessary measures to protect it, and Tenant shall reimburse Landlord for its costs and expenses, plus a 15% administrative fee.
- §9.4. Tenant's Taxes Tenant shall pay when due all municipal, county, federal, or state taxes against its leasehold interest or its personal property at the Premises.
- 69.5. Lies or Tenant's Assets. To secure the performance of Tenant's obligations under this Lease, Tenant grants to Landlord a security interest in all of Tenant's equipment, furniture, furnishings, appliances, goods, trade fintures, inventory, chattels and personal property at the Premises, including after-acquired property, replacements and proceeds. Tenant shall sign any documents to evidence or perfect Landlord's security interest, such as financing statements or additional security agreements, and shall pay all costs and fees to file such documents. Landlord has all the rights and remedies of a secured party under the Uniform Commercial Code of the state where the Center is located. Landlord's security interest is subordinate to the lien or security interest of any vendor or lessor of goods or fixtures on the Premises and of any lender taking or succeeding to a purchase money security interest on such goods or fixtures. At Tenant's request, if no default exists under this Lease, Landlord shall sign an instrument offecting or confirming such subordination. The security interest and lien in this §9.5 are in addition to any landlord's lien provided by the law of the

§10. INSURANCE

§10.1. By Lazdlord

- §10.1.1. Property Insurance Landlord shall carry all-risk type property insurance on a replacement cost basis (with any endorsements deemed advisable by Landlord, such as rental loss) that covers the Premises. Unless Landlord solf-insures under §10.7, Landlord wnives any right-of recovery against Tenant and its agents and employees for a loss covered by the property insurance required under this section, whether or not Landlord actually carries the required insurance, and whether or not Landlord does anything to invalidate the coverage under the terms of the policy.
 - §10.1.2. Liability Insurance Landlord shall carry broad form commercial general liability insurance on the Common Areas providing coverage of not less than \$1,000,000.00 per occurrence for bodily injury and property damage, combined single limit.

§10.2. By Tenant

\$10.2.1. Property Insurance - Tenant shall carry all-risk type property insurance on a replacement cost basis that covers the plate glass in the Premises, the leasehold improvements installed by Tenant as a part of Tenant's Work or installed as additions or alterations, and Tenant's personal property in the Premises, including its merchandise, trade fixtures, equipment, furnishings, such as wall covering, floor covering, carpeting, and drapes. Tenant shall also carry insurance that covers vandalism, malicious mischief, and actual and attempted robbery, burglary, and safe burglary and that covers business interruption and rental continuation. Tenant's property insurance must provide coverage beginning on the Possession Date. Tenant waives any right of recovery against Landlord and its agents and employees for a loss covered by the property insurance required under this section, whether or not Tenant actually carries the required insurance, and whether or not Tenant does anything to invalidate the coverage under the terms of the policy.

§10.2.2. Liability Insurance - Tenant shall carry broad form commercial general liability insurance on the Premises naming Landlord as an additional insured, providing coverage of not less than \$1,000,000.00 per occurrence for bodily injury and property damage, combined single limit, and including fire/legal liability coverage, and including contractual liability coverage that recognizes this Lesse. / The limit of the liability policy does not limit or diminish Tenant's liability under this Lesse, Tenant may obtain a policy with a higher limit, and Landlord may increase the limit at any time it deems necessary for adequate protection.

Subject to the sovereign immunity of Montgomery County, Maryland, as Tenant, the

- \$10.3. Miscellaneous Insurance Requirements Tenant shall obtain Landlord's prior appreval of Tenant's insurance companies and their policy forms. Each of Tenant's policies must obligate the insurer to notify Landlord (with a copy of the notice to Landlord's Director of Risk Management) in writing at least 30 days before cancellation or modification of such insurance and must provide that the inclusion of additional insureds does not preclude the right of protection under the policy by the named insured for claims made against it by additional insureds where such claims would have been recoverable under the policy had the additional insureds not been covered by the policy. Tenant shall provide Landlord with copies of the policies or with certificates that evidence that such insurance is in full force and that state the terms of the policy. If Tenant fails to provide copies of the policies or certificates within 10 days after Landlord's request, of if Tenant fails to carry the required insurance, Landlord may obtain the insurance for Tenant, and Tenant shall pay the cost of the insurance, plus a 15% administrative fee, to Landlord on demand.
- Except in the event of Landlord's negligence, §10.4. Tenant's Walver Tenant waives any right to recover against
 Landlord, its agents, and employees, for damage to person or property, including
 consequential damages, and including damage connected with: (a) Landlord's non
 maintaining any part of the Center, (b) wind, water, or other natural element,
 (c) failure to supply any utility service and failure of any utility facilities or
 systems, including HVA/C, electric wiring, and plumbing; (d) broken glass; (e)
 blockage of sewer pipes or downspouts; (g) bursting, leaking or running over of
 any vessel or pipe, such as a toilet or waste pipe; (h) the escape of steam or
 hot water; (i) water, snow or ice; (j) the falling of any fixture, plaster or
 stucco; (k) damage, theft, or loss of property of Tenant or others by third
 parties; (l) the negligence of third parties, including Tenant's customers, other
 tenants in the Center, and occupants of nearby properties; (m) and, if the
 demage is covered by insurance that Tenant is required to carry under this Lease
 or by any other insurance that Tenant carries, the negligence of Landlord.
- GIC.S. Policy Requirements Tenant shall not allow anything to be done in or about the Premises that violates Landlord's insurance policies or prevents Landlord from obtaining a policy in amounts and with companies selected by Landlord. If Tenant allows anything to be done that increases the premium for Landlord's insurance, Tenant shall pay the amount of the increase to Landlord on demand, and Landlord may correct any such condition at Tenant's expense. If Tenant's Business includes food preparation or the use, sale or storage of flammable materials. Tenant shall install chemical extinguishing devices approved by the appropriate insurance rating organization and Landlord's property insurer and shall keep such devices under service as required by such organization. If gas is used in the Premises, Tenant shall install manual and automatic gas cut-off devices.

- §10.6. Indemnification Tenant shall indemnify Landlord against all liens, claims, damages, and losses (including court costs and reasonable attorneys' fees) connected with Tenant's control, use, or possession of the Premises or Tenant's operations in the Center, except those claims, damages or losses caused by negligence of Landlord its contractors, agents or employees.
- §10.7. Self-Insurance Landlord may self-insure against any of the risks for which it would otherwise be required to carry insurance as long as Landlord (including any affiliates) has a net worth of at least \$50,000,000.
 - * See page 14-a

§11. ESTOPPEL CERTIFICATE, ATTORNMENT, SUBORDINATION

- §11.1. Estoppel Certificate Tenant shall sign and deliver to any person designated by Landlord recordable certificates that (a) ratify this Lease; (b) state the Possession and Rent Commencement Dates and the date the Lease Term expires; and (c) state that this Lease is in full force and has not been assigned or amended (except as stated); (d) state that all conditions under this Lease to be performed by Landlord have been satisfied (stating exceptions, if any); (e) state that neither Tenant nor Landlord is in default under this Lesse or have failed to perform their obligations under this Lease (or stating the default or the failure); (f) state that no defenses or offsets against the enforcement of this Lease by Landlord exist (or, if any, stating those claimed), (g) state the advance rent, if any, paid by Tenant; (h) state the date to which rent has been paid, (i) state the amount of any security deposited with Landlord, and (j) contain such other information as Landlord reasonably requires. The certificate binds Tenant, and anyone who receives a certificate may rely on it.
- §11.2. Attornment If Landlord transfers any of its interest in any of this Lease or the Center (including assignment of this Lease to a mortgagee as security and any subsequent transfer by foreclosure sale). Tenant shall attorn to the transferee (or, in the case of conditional assignments, shall agree to attorn to the assignee if the condition occurs) and shall recognize the transferee as Landlord under this Lease. At Landlord's request, Tenant shall sign an attornment agreement in the form required by Landlord. If Landlord transfers its entire interest in this Lease, its liability under this Lease terminates on the date of the transfer (including liability for any Cocurity Deposit transferred to the transferes Landlord's and Tenant's rights and obligations under this Lease.

reasonable

- \$11.3. Sebordination This Lease is subject to all matters of record at the Lease Commencement Date and to any interests in the Center created during the Lease Term and is subject to any leases under which Landlord holds possession at the date of this Lease and at any other time during the Lease Term. Tenant may not violate the restrictions and conditions in any matter of record at the Lesse Commencement Date. Unless requested otherwise by a lender as to its lien, this Lease is also subject to the liens connected with any method of financing, whether created before or during the Lease Term, against all or part of the Center, and to all renewals, modifications, replacements, consolidations and extensions of the liens. The subordination in this section is self-operative so that no other documents are necessary to subordinate Tenant's interest under this Lease. However, Tenant shall sign any document requested by Landlord, a lender, or other interest owner to further evidence the subordination.
- §11.4. Signing Deadline Tenant shall sign and deliver documents under this §11 within 10 days after Tenant receives the documents.

§12. ASSIGNMENT AND SUBLETTING

Tenant may not assign this Lease or sublet the Premises. Landlord's consent to any assignment or subletting does not constitute consent to any subsequent assignment or sublerting. If this Lease is assigned or the Premises are sublet, Landlord may collect rent from the assignee or subtenant and apply it Landlord's so le to the rent due under this Lesse. No assignment or subletting without Landlord's consent and no collection of rent (a) waives Landlord's right to enforce this section, (b) constitutes Landlord's acceptance of the assignee or subtenant, or (c) releases Tenant from its obligations under this Lease. Even if Landlord consents to an assignment, Tenant remains fully liable under this Lesse after the assignment.

without Landlord's prior written . consent. Which consent may be withheld in subjective discretion.

Provided the Tenant is Montgomery County, Maryland (Department of Facilities and Services), Tenant may be a self-insurer against losses otherwise covered by all-risk type property insurance pursuant to Section 10.2.1 of this Lease.

"Assign," "sublet," "assignment," and "subletting" mean any sale, assignment, mortgage, piedge and any other transfer of this Lease or any interest in this Lease; any sublet of all or any part of the Premises; any license, concession, and lease of departments in the Premises; any occupancy by anybody other than Tenant; and any change of control of Tenant (such as the appointment of an attorney-in-fact for Tenant, or the sale, issuance, or retirement of stock in a corporate Tenant or of partnership interests in a partnership Tenant or of beneficial interests in a trust Tenant).

* (See page 15-a)

§13. CASUALTY DAMAGE

- §13.1. Rebuilding by Landlord Except if this Lease is terminated under §13.3, if the Premises are damaged by casualty, Landlord shall promptly repair the damage to put the Premises in the same condition as before the casualty (excluding Tenant's leasehold improvements installed by Tenant as a part of Tenant's Work or installed as additions or alterations, and excluding Tenant's merchandise, trade fixtures, furnishings, and equipment). However, Landlord is not required to spend more for rebuilding the Premises than that part of the insurance proceeds received by Landlord that is attributable to the Premises, less that part of all expenses, costs, legal fees and court costs incurred by Landlord in connection with such award and that are attributable to that part of the award.
- §13.2. Rebuilding by Tenant Except if this Lease is terminated under §13.3, if any of Tenant's leasehold improvements installed by Tenant as a part of Tenant's Work or installed as additions or alterations, or any of Tenant's merchandise, trade fixtures, furnishings, and equipment are damaged by casualty, Tenant shall promptly replace it with items as nearly the same as reasonably possible within 30 dayspafter Landlord substantially completes its rebuilding work. Tenant may close Tenant's Business during the rebuilding only with Landlord's approval, and if Tenant has so closed, it shall reopen for business by the 30th day, after Landlord substantially completes its rebuilding work.

, or as soon
as is reasonably
possible,

- §13.3. Landlord's Termination Right If the Premises are damaged by casualty and the cost to restore the Premises exceeds 50% of the cost to rebuild the entire Premises, then Landlord may terminate this Lease effective as of the date of the casualty by notifying Tenant within 60 days after the casualty.
- §13.4. Proportionate Rent Adjustment If the Premises are damaged by casualty, Minimum Annual Rent, Base-Sales, and other charges payable by Tenant adjust in proportion to the part of the Premises that Tenant cannot occupy because of the damage or the rebuilding work.

§14. CONDEMNATION

- §14.1. Definitions "Condemnation" means a taking by exercise of the power of eminent domain and any conveyance in lieu of such a taking, whether permanent or temporary (if more than 6 months), by any public or quasi-public authority in appropriate proceedings, and includes any governmental action preventing or substantially restricting use of the Premises for permitted activities or of the Common Areas for access and parking for more than 6 consecutive months. The "date of condemnation" is the date the condemning authority takes possession of the condemned area.
- §14.2. Extent/Termination If 10% or more of the Premises is condemned, or 15% or more of the Center or of the parking spaces in the Common Areas is condemned, then Landlord may terminate this Lease by notice to Tenant within 90 days after the date of condemnation.
- §14.3. Rebuilding If less than 10% of the Premises or less than 15% of the Center or of the parking spaces in the Common Areas are condemned, or if Landlord does not terminate this Lease under §14.2, then Landlord shall promptly rebuild the Premises and the Center on the land remaining to a complete unit of a quality and character as close as practical to that which existed before the condemnation (excluding Tenant's merchandise, trade fixtures, furnishings, and equipment). Tenant shall promptly replace its merchandise, trade fixtures, furnishings, and equipment in the Premises within 30 days/after Landlord

, or as soon as is reasonably possible,

Landlord's Share of Profit. In the event of any sublease of all or any portion of the Premises, or assignment of all or any portion of the Premises, where the rent reserved in the sublet or assignment exceeds the rent or pro rata portion of the rent, as the case may be, for such space reserved in the Lease, or where Tenant receives a lump sum of money for the sublease or assignment of the leasehold, Tenant shall pay to Landlord monthly, as additional rent, at the same time as the monthly installments of Minimum Rent hereunder, one-half (1/2) of the excess of the rent reserved in the sublease or assignment over the rent reserved in this Lease applicable to the subleased or assigned space, or, in the event Tenant receives a lump sum payment of money for the assignment of the leasehold or sublease, Tenant shall pay to Landlord one-half (1/2) of such lump sum within five (5) days after Tenant's receipt of such sum.

Notwithstanding anything to the contrary contained in this Section 12, Tenant may assign this Lease or sublet the Premises for any of the then remaining portion of the unexpired Lease Term with Landlord's consent, which consent shall not be unreasonably withheld, to the purchaser of all or substantially all of Tenant's assets, provided, however, that: (i) the net worth of the assignee or sublessee immediately on the effective date of the assignment or subletting is adequate, in Landlord's reasonable judgment, to operate successfully Tenant's Business in the Premises; (ii) the business continues to be conducted in the same manner as conducted by Tenant and pursuant to all of the provisions of this Lease; (iii) such assignee or sublessee shall assume in writing all of Tenant's obligations hereunder; (iv) Tenant shall not be in default of any of the terms or provisions of this Lease; (v) such assignee or sublessee has sufficient business experience, in Landlord's opinion, to successfully operate Tenant's Business in the Premises, and (vi) notice of any such proposed assignment or subletting shall be given to Landlord at least thirty (30) days prior to its proposed effective date, and there shall be delivered to Landlord instruments, all in form and content acceptable to Landlord, evidencing (A) such assignment, (B) the satisfaction of all of the provisions contained herein, and (C) the agreement of such assignee to assume and be bound by all the terms, conditions and covenants of this Lease to be performed by Tenant.

substantially completes its rebuilding work. Tenant also shall rebuild Tenant's Work within the same time period if that part of the condemnation award received by Landlord that is attributable to the Premises is not sufficient for Landlord to rebuild the Premises. Tenant may close Tenant's Business during the rebuilding only with Landlord's approval, and if Tenant has so closed, it shall reopen for business by the 30th day, after Landlord substantially completes its rebuilding work. However, Landlord is not required to spend more on the rebuilding than that part of the condemnation award received by Landlord that is attributable to the area to be rebuilt, less that part of all expenses, costs, legal fees and court costs incurred by Landlord in connection with such award and that are attributable to that part of the award.

, or as soon as is reasonably possible.

- §14.4. Effect on Rent If Landlord terminates this Lease under §14.2, rent abates as of the date of termination. Landlord shall refund to Tenant that part of any rent paid in advance for a period after the condemnation. If Landlord does not terminate this Lease under §14.2, Minimum Annual Rent, Base Sales, and other charges adjust to reflect the nature and extent of the condemnation of the Premises, both during the rebuilding and after the rebuilding has been completed.
- §14.5. Award Landlord may receive all of any award for the condemnation of the Premises or the Center, including any part of the award for the leasehold, reversion, and fee. However, Tenant may make a separate claim against the condemning authority for Tenant's cost to move its merchandise, furniture, fixtures, leasehold improvements and equipment.

§15. TENANT'S DEFAULT

§15.1. Default Defined - Tenant "defaults" under this Lease if:

- a. Tenant fails to pay any rent or any other charges when due from Tenant under this Lesse; except that for the first 2 late payments during the Lesse Term. Tenant defaults only if it fails to make the payment within 10 days after the payment is due; or
- b. Tenant submits a report, statement, certificate, or other document to Landlord that is false or misleading, as determined by Landlord; or
- c. Tenant fails to conduct Tenant's Business in the Premises as required by §8; or
- d. possession of any of the Premises is held by any person other than as permitted under this Lease; or
- e. Tenant commences any proceeding for reorganization, adjustment, liquidation, dissolution, composition, or arrangement of it or its debts under any law providing relief for debtors, such as bankruptcy or insolvency; or assigns any of its assets for the benefit of creditors; or applies for the appointment of a receiver, guardian, conservator, trustee, or other similar officer to take charge of a substantial part of its business; or otherwise makes arrangements under any present or future law to provide a plan for it to settle, satisfy, or extend the time for the payment of its debts; or generally does not pay its debts as they become due or admits in writing its inability to pay its debts; or takes any corporate action to authorize any of the actions in this §15.1(e); or
- f. Tenant is adjudicated bankrupt or insolvent, and if the adjudication is not reversed within 60 days thereafter; or a receiver, guardian, conservator, trustee, or other similar officer is appointed to take charge of a substantial part of Tenant's business, and if the appointment is not voided within 60 days thereafter; or a proceeding for reorganization, adjustment, liquidation, dissolution, composition, or arrangement of it or its debts under any law providing relief for debtors, such as bankruptcy or insolvency, is commenced against Tenant, and if the proceeding is not dismissed within 60 days thereafter, or Tenant is required to otherwise make arrangements under any present or future law to provide a plan for it to settle, satisfy, or extend the time for the payment of its debts; or any execution or attachment is issued against Tenant, its interest in this Lease, or any of Tenant's property, and in connection with the execution or attachment the Premises may be taken or occupied or attempted

to be taken or occupied by someone other than Tenant, and if the execution or attachment is not voided within 60 days thereafter, or

- g. any action occurs by or on behalf of, or against, or regarding the property or affairs of Tenant's guarantor (if any) of this Lease, that would constitute a default by Tenant if taken by, against or with respect to Tenant, its property or affairs; or
- h. Tenant fails to perform or observe any of its other obligations under this Lease within 20 days after notice from Landlord to Tenant specifying the failure, or if the failure cannot be cured by due diligence within that day period. Tenant fails to commence curing within the 20 day period or to continue curing the failure with due diligence after that period.
- §15.2. Landlord's Remedies If Tenant defaults, Landlord may treat the default as a breach of this Lease, and in addition to any and all other rights or remedies of Landlord in this Lease or at law or in equity, Landlord may do any or all of the following, without further notice or demand to Tenant or any other person:
- §15.2.1. Termination Landlord may declare the Lease Term ended (even after it has relet the Premises without terminating this Lease) and may re-enter and retake possession of the Premises and remove all persons and property from the Premises. If Landlord terminates this Lease under this §15.2.1, Tenant shall pay to Landlord, in addition to any other amounts Tenant is obligated to pay to Landlord under this Lease:
 - a. any unpaid rent, including interest, that is due when this Lease is terminated; plus
 - b. that rent, including interest, that would have been earned after termination until the time of judgment; plus

the total rent and charges under this Lease for the remainder of the Lease Term over the then reasonable rental value of the Practices for the remainder of the Lease Term. The total rent payable by Tenant for each Lease Year after default equals the average Minimum Annual and Percentage Rents that Tenant was obligated to pay from the Rent Commencement Date to the time of default or during the 2 full Lease Years before default, which was period in shorter, plus

d. any other amount necessary to compensate Landlord for its damages connected with Tenant's failure to perform its obligations under this Lease, such as costs to re-enter and retake possession of the Premises and remove all persons and property from the Premises, to alter, repair, and decorate the Premises, and reasonable attorneys' fees, brokerage commissions, advertising, and other reletting costs; plus

e. such other amounts, in addition to or in lieu of the foregoing, as may be permitted from time to time by applicable law.

Nothing in this Lease limits Landlord's right to recover as damages in any bankruptcy, insolvency, receivership, reorganization or arrangement proceeding the maximum allowed by the law then governing such proceedings, even if that amount is greater than the amount Landlord may recover under this Lease. In addition, if Tenant seeks protection from creditors under the Federal Bankruptcy Act, or if any petition is filed under that Act to adjudicate Tenant as bankrupt, Landlord is entitled to the rights under §365(b)(3) of the Act (an amended) regarding a lease of real property in a shopping center.

- §15.2.2. Rent Suit without Re-entry/Termination Landlord may sue to collect rent (as it accrues under this Lease) and damages (including reasonable attorneys' fees and the cost-to-renovate-the Premises) without retaking possession of the Premises or terminating this Lease.
- §15.2.3. Re-entry without Termination Landlord may re-enter and retake possession of the Premises from Tenant by summary proceedings or otherwise and remove Tenant and any other occupants from the Premises in such manner as Landlord deems advisable with or without legal process and using

self-help if necessary. Landlord also may remove from the Premises all or any of the personal property in the Premises and may place it in storage at a public warehouse at the expense and risk of the owner or owners thereof. "Re-enter" or "re-entry" as used in this Lease are not restricted to their technical meaning but are used in their broadest sense. Neither Landlord's commencement and prosecution of any action in unlawful detainer, ejectment or otherwise, nor Landlord's execution of any judgment or decree obtained in any action to recover possession of the Premises, nor any other re-entry and removal, terminates this Lease (even if the re-entry is done under summary proceedings or otherwise) or discharges Tenant from any obligation under this Lease. In any of such events, Tenant continues to be liable to pay rent and to perform all of its other obligations under this Lease, and Tenant shall pay to Landlord all monthly deficits in rent, after any such re-entry, in monthly installments as the amounts of such deficits from time to time are ascertained. If Landlord retakes possession, Landlord may relet parts or all of the Premises for terms greater or less than or equal to the unexpired part of the Lease Term on such terms and conditions and for such rent as the Landlord deems proper. Landlord shall apply the rent from such reletting (if and when received); first, to pay any indebtedness other than rent due under this Lesse from Tenant to Landlord; second, to pay any cost to relet (including costs to alter, repair or decorate the Premises as Landlord deems advisable); third, to pay rent due and unpaid under this Lease; and the residue, if any, to be held by Landlord and applied to pay future rent as it becomes due. If the rent received from reletting, after being applied as required in this §15.2.3, is not enough to pay the rent under this Lease, then Tenant shall pay such deficiency to Landlord each month. Tenant has no right to any excess. Tenant also shall pay to Landlord, as soon as ascertained, any costs to relet, alter, and repair not covered by the rent received from reletting, including brokerage commissions and reasonable attorneys' fees. Nothing in this Lease obligates Landlord to relet all or any part of the Premises.

- §15.3. Waiver of Rights of Redemption To the extent permitted by law, Tenant waives all rights of redemption under any present or future laws.
- §15.4. No Counterclaim Tenant may not interpose any counterclaim in any proceedings Landlord brings against Tenant for its default under this Lesse, but Tenant may assert such claims in a separate action brought by Tenant.
- §15.5. Landlord's Right to Recover Fees & Expenses If Tenant defaults under this Lesse and Landlord files suit to enforce its rights. Tenant shall pay Landlord's costs and expenses connected with the suit (including reasonable attorneys' fees and court costs), even if Tenant pays rent after the suit is filed, but before judgment is rendered.

* (See page 18-a) Landlord and

§15.6. Waiver of Trial by Jury - Tenant waives trial by jury in any action, proceeding or counterclaim brought by tendered against Tenant in connection with this Lease or the Premises.

One party

the other

(followed by written notice) \

§15.7. Cure Right - Without waiving any claim for damages, Landlord may cure Tenant's default at Tenant's expense (including a 15% administrative fee), and, in an emergency, Landlord may also cure a failure that has not ripened into a default after only oral notice, has been attempted and an opportunity for Tenant to cure has been given as is reasonable under the applicable circumstances, based on Landlord's commercially reasonable opinion.

\$16. DEFAULT BY LANDLORD

- §16.1. Landlord's Defaults Landlord defaults under this Lease if it fails to cure a breach of Tenant's covenant of quiet enjoyment (see §2.1) within 30 days (or such additional time as is reasonably required to correct any such default) after written notice to Landlord by Tenant, specifically describing such failure. Landlord's failure to maintain or to repair under §6.1 breaches Tenant's covenant of quiet enjoyment if the failure constitutes a constructive eviction.
- ** (See page 18-a)
 §16.2. Notice to Mortgagee If the holder of a mortgage or other lien
 against the Center or this Lease gives written notice of its address to Tenant.
 Tenant shall send the holder a copy of any default notice given to Landlord. If
 Landlord defaults under this Lease, Tenant shall notify the holder in writing of
 the default, and the holder may (but is not obligated to) cure the default within
 a reasonable period before Tenant may exercise any of its rights by reason of
 Landlord's default.

- Prevailing Party. Notwithstanding the foregoing, in the event of a claim for loss or damages under this Lease by Landlord or Tenant, the prevailing party in any such action shall be reimbursed by the losing party for all reasonable costs (including reasonable attorney's fees) in connection with any such action.
- Landlord's Defaults. Notwithstanding the foregoing, Landlord's, or its assign's, failure to do, observe, keep and perform any of the terms, covenants, agreements or provisions of this Lease required to be done, observed, kept or performed by Landlord, or its assigns, for a period greater than thirty (30) days after written notice by Tenant to Landlord of said failure (except if the nature of Landlord's obligation is such that more than thirty (30) days are reasonably required for its performance, then Landlord shall not be deemed in default if it commences performance within the thirty (30) day period and thereafter diligently pursues the cure to completion), shall be deemed a default by Landlord; and, Tenant may, with prior notice, pursue its rights and remedies provided at law or in equity or elsewhere herein. This paragraph set forth on this page 18-a shall apply only while the Tenant under this Lease is Montgomery County, Maryland.

§17. MISCELLANEOUS

§17.1. Access by Landlord - Landlord and its agents may enter and examine the Premises at reasonable times and may also enter the Premises to during business show them to prospective purchasers and other persons. During the last 6 hours hours deemed advisable by Landlord may maintain in and on the Premises notices deemed advisable by Landlord. Landlord and its agents may enter the Premises to maintain, repair, and replace as Landlord deems necessary. Rent does not abate during any entry, and nothing in this §17.1 obligates Landlord to maintain, repair, or replace. In addition, during any apparent emergency, Landlord and its agents may enter the Premises forcibly with no liability for the entry and without affecting Tenant's obligations under this Lease, except that, where possible, Landlord and its agents shall exercise care upon entering the Premises and shall, if possible, secure the

§17.2. Successors - The terms "Landlord" and "Tenant" include the parties' respective heirs, successors, administrators, executors, legal representatives, and assigns. However, no rights benefit any heirs, successor, administrator, executor, legal representative, or assignee of Tenant unless the assignment is approved in advance by Landlord. In addition, no person or entity that constitutes Landlord has any personal liability under this Lease, and Tenant may look only to Landlord's interest in the Center if Landlord defaults under this Lease (but Tenant may enjoin Landlord from violating this Lease). If Tenant is more than one person, Tenant is bound jointly and severally by this Lease.

ossible, secure the Premises upon the conclusion of the emergency.

- §17.3. Waiver Landlord and Tenant may waive rights under this Lease only in writing. However, where this Lease provides time periods within which a party must notify the other party to exercise a right of the notifying party, the notifying party's failure to provide the notice within the time period waives that right in that instance. Landlord does not waive a default if it accepts rent or if it fails to exercise any of its remedies for a default. A waiver by Landlord or Tenant does not implicitly waive any other right under this Lease, nor does it implicitly waive the same right for past or future situations.
- §17.4. Accord and Satisfaction Landlord may accept any payment from or on behalf of Tenant and apply it to any obligation of Tenant. Landlord's acceptance of the payment satisfies only the obligation to which Landlord has applied the payment and only to the extent the payment is sufficient to satisfy that obligation. Landlord's acceptance of the payment does not prejudice Landlord's right to recover any and all other amounts owed by Tenant under this Lease and Landlord's right to pursue any other available remedy. Landlord may disregard any endorsement or statement on any check or letter concerning the purpose of any payment, and no endorsement or statement on any check or letter constitutes an accord and satisfaction, unless otherwise agreed to in writing by Landlord and Tenant.
- §17.5. Entire Agreement; Changes in Writing There are no representations, warranties, agreements, or conditions between Landlord and Tenant except as set forth in this Lease. No change to this Lease binds Landlord or Tenant unless in writing and signed by the party to be charged.
- §17.6. No Partnership Landlord is not Tenant's partner, employer, principal, master, agent or joint venturer by reason of this Lease.
- §17.7. Force Majeure Landlord is excused from performing any act required under this Lease while it is delayed for a reason beyond its control, such as a strike, lockout, labor trouble, labor, material, or equipment shortage, governmental or quasi-governmental law or regulation, power failure, adverse weather, fire, riot, insurrection, or war. Financial inability shall not be deemed a reason for delay beyond a party's control.
- §17.8. Submission of Lease Submission of this Lease to Tenant does not constitute an offer to lease. This Lease becomes effective only when Landlord signs it and delivers it to Tenant. By signing this Lease and delivering it to Landlord, Tenant grants Landlord an irrevocable option to accept this Lease by signing it and sending it to Tenant within 60 days after Landlord receives it.
- §17.9. Notices All notices, consents, approvals and other communications required or permitted under this Lease must be written (except for emergencies, where oral notice is sufficient, if followed immediately by written notice) and must be sent to Landlord at its Notice Address (Landlord's address on page 1 of this Lease), with a copy to Giant Food Inc. at the same address, attention Law

Department, Dept. #593; and to Tenant at its Notice Address (Tenant's address on page 1 of this Lease).

All notices must be sent to the other party's Notice Address either by private delivery service (such as a local courier or Federal Express) with provision for acknowledgment of receipt by the recipient, or by certified mail (return receipt requested), postage prepaid. Notices sent as required by this Lease that are delivered to the other party's Notice Address during normal business hours are effective when delivered even though the other party fails to acknowledge receipt. Either party may notify the other of a new Notice Address at any time. Tenant shall send a copy of any notice of Landlord's default to any mortgagee under §16.2.

- §17.10. Section Titles This Lease must be construed without reference to section titles, which are inserted only for convenient reference.
- §17.11. Number and Gender The masculine, feminine, or neuter gender in this Lease means the correct gender applicable, and the singular includes the plural, and conversely, as the context requires.
- §17.12. Broker's Commission Each party represents that it has not dealt with any broker on this Lease. Each party shall indemnify the other against any losses, claims, and damages (including brokerage claims and reasonable attorneys' fees) arising from the falsity of its representation.
- §17.13. Partial Invalidity If any provision of this Lease or its application to any person or circumstance is invalid or unenforceable, the remainder of this Lease, or the provision's application to other persons or other circumstances, is not affected. Landlord and Tenant intend each provision of this Lease to be valid and enforceable to the fullest extent permitted by law.
- §17.14. Recording Tenant may not record this Lease or any memorandum or short form of this Lease in the public records. At Landlord's request, Tenant shall sign a recordable short form or memorandum of lease containing the terms required by statute and any other terms that Landlord wants to include, which Landlord may record at Landlord's expense.
- §17.15. Applicable Law Landlord and Tenant intend that this Lease be construed under the laws of the state in which the Premises are situated.
- §17.16. Not Construed Against Drafter Both parties have had full opportunity to negotiate the terms of this Lease, and neither party intends that this Lease be construed for or against either party because of that party's role in drafting this Lease.
- §17.17. Mortgagee's Approval If any lender requires changes to this Lease as a condition of making a loan for the Center, and if Tenant does not agree to the changes within 30 days after Landlord's request, then Landlord may terminate this Lease. However, Landlord may not terminate this Lease if Tenant does not agree to changes to the rent, to other charges, or to the term of this Lease. If this Lease is terminated under this §17.17, neither party has any further obligation to the other under this Lease nor has any liability to the other for the termination of the Lease.
- §17.18. Include, Shall, May "Include," "includes," and "including" mean considered as part of a larger group, and not limited to the items recited.

 "Shall" means "is obligated to"; "may" means "is permitted to, but is not obligated to."
- things required of Tenant under this Lesse, Tenant irrevocably appoints Landlord as its duly authorized agent and attorney in-fact (which is coupled with Landlord's interest in the Fremises under this Lesse) to sign the documents and deaths things on Tenant's behalf.
- §17.20. Survival All of Tenant's obligations under this Lease that have accrued, but have not been performed, survive the end of the Lease Term (or, an assignment of Tenant's interest, in the case of a Tenant assigning its interest and being released from liability with Landlord's approval), including the country interest created by this Lease if this Lease terminates in connection with

Tenant's default. In addition, Tenant's obligation to indemnify Landlord under §10.6 survives the end of the Lesse Term (or, an assignment of Tenant's interest) for Tenant's failure to comply with environmental laws and regulations under §8.10, even though Tenant's obligation to indemnify may not have accrued at the end of the Lesse Term (or, at the assignment of Tenant's interest).

corporation, it shall furnish to Landlord (when it signs this Lease) control copies of a resolution of its Board of Directors authorizing Teacht to enter into this Lease in the form of the Tenant's Resolutions attached as Exhibit F. If Tenant's guarantor is a corporation, Tenant shall furnish to Landlord (when it signs this Lease) certified copies of a resolution of its guarantor's Board of Directors authorizing the guarantor's Resolutions attached as Exhibit F. Tenant also shall furnish to Landlord an opinion of counsel regarding Tenant's and its guaranter's corporate standing and their signing of this Lease and the Guaranty, the sively (in the form of the Attorney's Opinion attached as Exhibit F).

- §17.22. Cost of Performance Except as provided otherwise in this Lease, the party obligated to perform an obligation is also obligated, as between Tenant and Landlord, to pay the cost of performance.
- §17.23. No Implications References in this Lease to any or all other parts of this Lease, such as "as provided otherwise in this Lease," or "as permitted by this Lease," or "as required in this §15.2.3," refer to the express terms of that part or of the entire Lease, and neither party intends to refer to any implied terms.
- §17.24. Time of the Essence Time is of the essence as to all matters in this Lease.

See 21-8

Executed as of the date first written above.

LANDLORD:

| ATTEST: | GFS REALTY, INC. |
|--|--|
| By: Michael C. Buchsbaum FORGFS Title: Asst. Secretary SIGNATURE | Name: Stephen L. Oseroff Title: Vice President |
| • | |
| A. Corporate Tenant | *. |
| A. Comporate remains | TENANT: |
| ATTEST: | MONTGOMERY COUNTY MARYLAND |
| By: Name: Title: Secretary | Name: Gooder Acyco Si Title: S. 133T (ACPresident |
| APPROVED AS TO FORM AND LEGALITY | RECOMMENDED: |
| Office of the County Attorney By: Proma PIL-Valor | By: Muque |

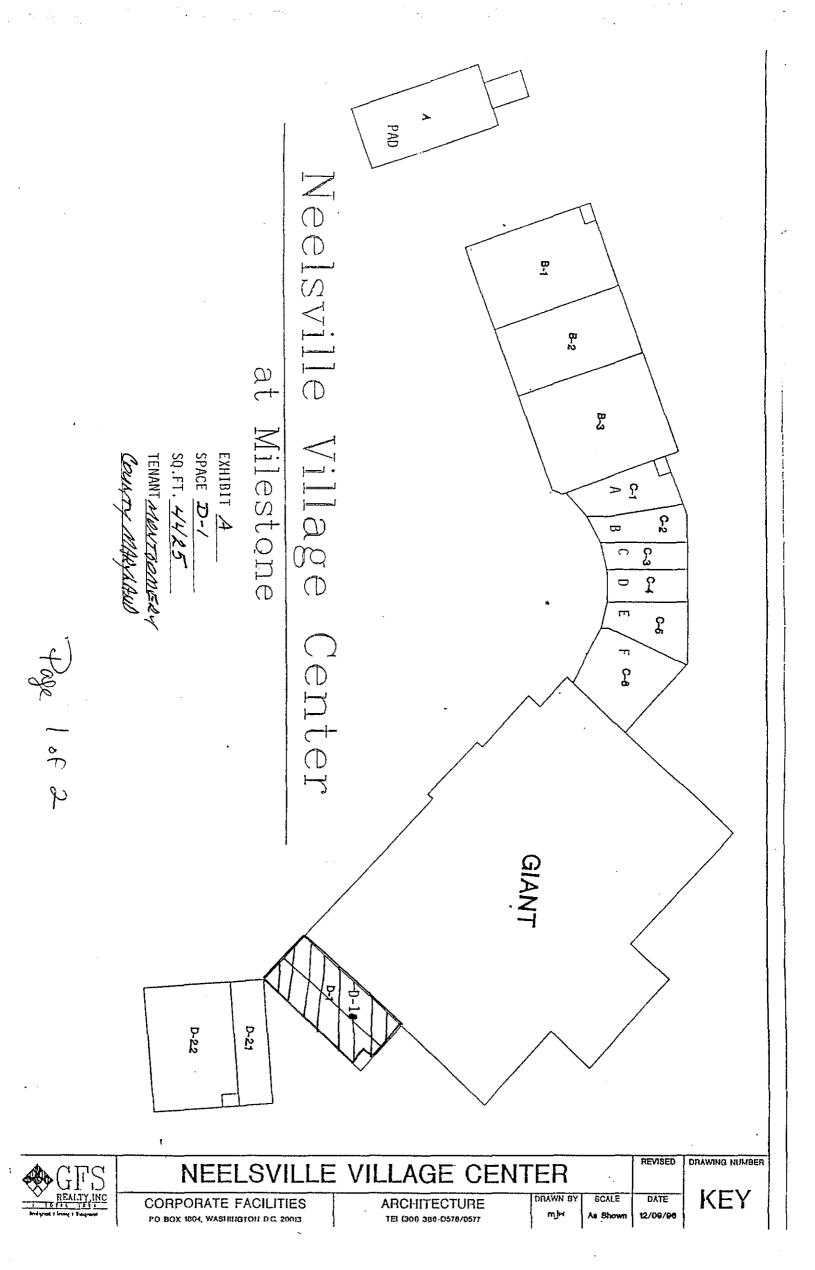
* §17.25. Landlord's Consent. If, at any time during the Term of this Lease or any extension or renewal hereof, Tenant requests from Landlord: (i) Landlord's consent to a proposed name change; (ii) Landlord's consent to a modification of Tenant's signage; (iii) subordination of Landlord's rights to a lien on, or lease of, Tenant's trade fixtures; (iv) Landlord's consent to an assignment of this Lease or subletting of the Premises; or (v) any other compliance or consent which is separate from the initial leasing of the Premises, then, in any of such events, Tenant shall pay to Landlord as additional rent, within seven (7) days from the date of an invoice sent to Tenant, any and all reasonable costs (including attorneys' fees) incurred by Landlord with respect to any such request by Tenant. The foregoing shall not constitute consent by Landlord to any of such requests.

§18. General Conditions.

- §18.1. <u>Non-Discrimination</u>. Landlord and Tenant agree to comply with the non-discrimination in employment policies in County contracts as required by Section 11B-33 and Section 27-19 of the Montgomery County Code 1994, as amended, as well as all applicable state and federal laws and regulations regarding employment discrimination. Landlord and Tenant agree that they do not and will not discriminate in any manner on the basis of age, color, race, religion, belief, sexual preference or disability.
- §18.2. <u>Public Employment</u>. Landlord understands that unless authorized under Section 11B-52 and Chapter 19A of the Montgomery County code, 1994, it is unlawful for any person transacting business with Montgomery County, Maryland to employ a public employee for employment contemporaneously with his or her public employment.
- §18.3. Applicable Law. The terms of the Lease shall be interpreted under the laws of the State of Maryland. If any term of this Lease or any application thereof shall be invalid or unenforceable, the remainder of this Lease and any other application of such terms shall not be affected thereby.
- §18.4. <u>Non-Appropriations</u>. This Lease is subject to the appropriation of funds. If funds are not appropriated, for any reason whatsoever, this Lease will terminate on July 1 of such year. Tenant shall give Landlord at least forty-five (45) days prior written notice of lack of appropriation.

| B. Bernership or Individual Teacht (Note: Fo | M-geogeral and limited partnerships: |
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| all general partners shall sign this Lease.) | |
| | TENANT: |
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| WITNESS: | |
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| Corporate Tenani | t's Acknowledgement |
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| State of Manyland) Country of Montgomery) | Yan and a state of the state of |
| 7 (| Senior Assistant Chief Administrative Officer |
| Gordon Aoyagi , 25 the x Pres | Sept. 1917 |
| personally well known to me (or satisfactorily | proven) to be the person who |
| executed the foregoing instrument, acknowled | iged before me that he holds the |
| title set forth above and that he executed the | |
| corporation by proper authority and as the act purposes therein stated. | t of the corporation for the |
| • • | 0.000 |
| Johne | Pool 1 |
| · | |
| My Commission Expirer June 1,19 | 98 |
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| County of) | |
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| I certify that on this date of | |
| , per | gozally well known to me (or |
| satisfactorily proven) to be the person who ex | secuted the foregoing instrument, |
| acknowledged before me that he executed the | e instrument for the purposes |
| therein stated. | |
| | |
| . Notary Public with a | authority in the jurisdiction above |
| My commission Expires: | |
| | |

Rev. 1/88 SCILLSE6.GFM:01/26/1988:DLM



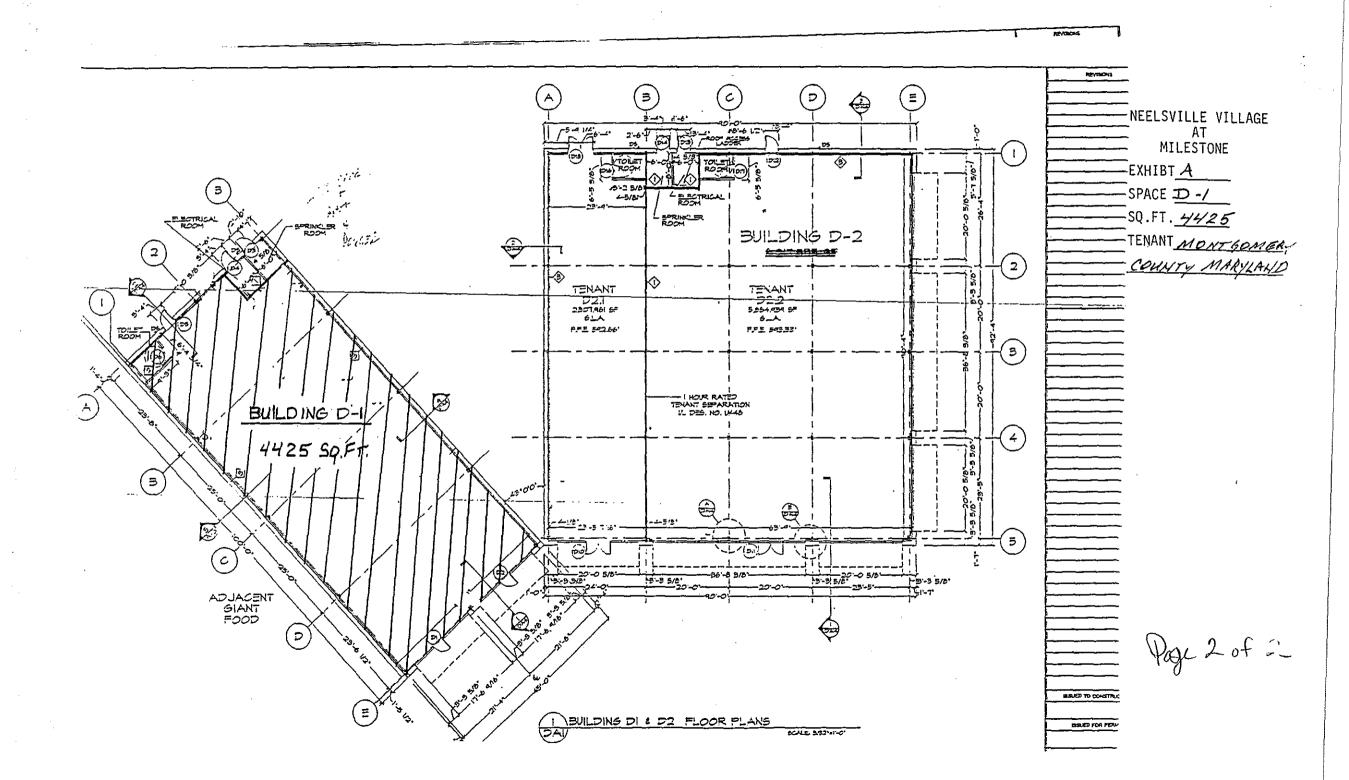


EXHIBIT A-1

Lot 1. Block 1. Neelsville Village Center, as shown on Subdivision Plat recorded in Plat Book 172 at plat 19307 among the Land Records of Montgomery County, Maryland, together with the rights pursuant to the Declaration of Route 355 Access Easement and Utility Easements dated March 29, 1994 and recorded among the Land Records of Montgomery County, Maryland on March 30, 1994 and the Declaration of Stormwater Easement dated March 29, 1994 recorded among the Land Records of Montgomery County, Maryland.

DESCRIPTION OF AN INGRESS/IGRZES INSTRUCT ACROSS THE PROPERTY OF GERMANTONN-SERICA JOINT VENTURE

Being eight (8) strips or phroble of land of varying width hereinafter described as Part 1 through Part 8 and running in, through, over and across the property acquired by Carmantown-Sameos Coint Ventura, a Maryland Cameral Partnership, from Diaine Milentone, at al., by a daed dated March 26, 1990 and recorded among the Lond Remords of Montgomery County, Maryland, in Liber 3248 at Tolio 727 and each part being more particularly described as follows

PART 1

Part 1 being fifty four (54) fact wide, twenty seven (27) feet to each side of the first course of the centerline hersinefter described, twenty four (24) feet wide, twelve (12.00) feet to each side of the second course of the centerline horeinafter described and twenty one (21) feet wide, trn and one half (10.50) feet to each side of the third course of the centerline hersinefter described?

Seginning for the stid centerline of Part 1 at a point distant o bearing and distance of South 31° 12° 44° East, 592.02 feet from the and of the nineteenth (18th) or South 25° 57° 54° west, 852.12 foot line of Part Two as described in a deed from Germantown-Seneck Joint Venture to Montgomery County, Maryland, cated December 31, 1993 and recorded among the aforesaid Land Records in (liber 1047 at Folio 545) themes running scruss the property described in Liber 9245 at Folio 727 the following 2 mountes.

- 1. North 04' 05' 14" East, 66.52 feet to a point; thence
- 2. Horth 68° 27° 12" West, 391.36 feet to a point; thence
- 2. North 21° 32' 40° Tant, 642.22 fast to a point; containing 26471 square fast or 0.60770 sques of land, more or lass.

PART 2

Part I boing fifty four (54) fast wide, twenty soven (17) fast to each side of the first course of the centerline heroinafter described and thirty six (18) fast wide, dighten (18.00) fast to each side of the second through the eighth courses of the centerline heroinafter described;

Beginning for the said centerline of Part 2 at a point distant a bearing and distance of South 60° 07' 20" bast, 1063.13 feet from the end of the nineteenth (19th) or South 15' 37' 54" West, 882.13 foot line of Part Tvo as described in a deed from Germantown-Senson Joint Venture to Montgonery County, Maryland, lated December 31, 1092 and recorded among the aforesaid Land Rocards in Liber 11047 at Tolio 548; thence running Across the property described in Liber 5246 at Folio 727 the following 8 courses

- 1. North 00° 04' 10" West, 203.38 fact to a point; thance
- 2. North 61° 51' 10" Rest, 363.30 feet to a point; thence
- 1. North 03' US' 48" TRET, 104.46 feet to a point; Thenoc

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- 1. 230.36 feet along the are of a curve deflecting to the right.

 having a radius of 712.00 feet
 (chord: North 12" 11" 13" Rest.
 229.38 feet) to a point of tangency;
 thence
- 5. North 21' 32' 48" last, 35.43 feet to a point of curvature; thence
- 6. 99.71 (set along the arc of a curve deflecting to the larr, having a radius of 429.41 fast (Chord: North 15° 42' 37" Zost, 99.54 feat) to a point of compound curvature; thence
- 7. 236.71 foot along the arm of a curve deflecting to the left.
 having a radius of 296.00 feet
 (chord: North 13 02' 05" West.
 230.45 feet) to a point of tangency:
 thence
- 8. North 35' 36' 44" West, 485.62 feet to a point; containing 48932 square fact or 1.58348 scress of land, more or less.

PART 3

Part 3 being fifty four (54) fast wide, trenty deven (27) fast to such side of the first course of the centerline hersinefter described:

deginning for the said conterline of Part 3 at a point at the cod of the 8th or North 35' 56' 44" West, 488.68 foot line of the above described Part 2: thence running across the property described in Libor 9246 at Folio 727 the following course

1. North 35° 56' 44" West, 110.46 feet to a point; containing 5965 square feet or 0.11693 scres of land, more or less.

ا ععالی

Part 4 being forty four (44) fast vide, twenty two (22) frat to each side of the baseline of the first thought the fifth courses of the baseline hereinster described, fifty seven (57) fast vide, twenty two (22) fast to the right of and thirty five (35) fast to the left of the eight nourse of the baseline hereinster described, sixty five (35) fast vide, thirty (30) fast to the right of and thirty five (35) fast to the left of the seventh course of the baseline hereinster described and seventy six (76) feet wide, thirty six (36) fast to the right of and forty (40) feet to the left of the dighth course of the baseline hereinster described;

Beginning for the said centurline of Part 4 at a point at the end of the 6th or 99.71 foot and line of the aforestid Part 1, distant 97.77 feet from the end thereof; thence running across the property described in Liber 9246 at Folio 727 the following A property courses

- 1. South 73' 21' 47" Enst, \$1.51 feat to a point of ourvoture; thence
- 2. 45.67 fact along the agu of a curve doffecting to the left, having a modius of 100.00 fact (chord: South 79° 38' 04" East, 65.54 fact) to a point of tangency; thouse
- 1. South 85° 54' 11" Year, 170.18 foot no a point of curvatura; thence

PARTY SECTION - THE SECOND OFFICE

203 HC - 11-0-44

- 4. 113.75 feet along the arc of a curve deflecting to the left, having a radius of 1177.64 fast (chord: fouth 82° 40° 23" East, 113.71 feet) to a point; thence
- 5. 50.00 feet along the arm of a ourse deflecting to the left, having a radius of 1177.64 feet (chord; North 57, 20, 16, Tast, 50.00 feet) to a point; thence
- 6. 64.35 feet along the are of a ourse deflocting to the left, having a radius of 1177.64 feet (chord: North 84° 32° 43° East, 64.34 feet) to a point: thence
- 7. North \$2" 59: 47" Rest, 105.68 feat to a point; thence
- 8. North AT' 59: 47" Tast, J30.00 feet to a point on the vesterly or North 05' 74' 45" West, 125.32 foot right of way line of Maryland Route 358 as shown on State Mighway Administration Plat Number 53014, distant 67.36 feet from the northerly and thereof: containing square feet or acres of land, more or less.

FART 5

Part 5 being Chirty (10) feet wide, fifteen (15) feet to each side of the centerline borainafter described;

Reginning for the sold centurline of Part 5 at a point at the and of the Ind or North 01' 51' 10" Fast, 163.19 foot line of the above described Part 2; thance running across the property described in liber 9246 at Folio 727 the following course

- 1. North 08° 00' 25" West, 24.14 feet to a point of curvature; thance
- 1. 102.40 feat Along the Arc of a curve deflecting to the right, having a radius of 100.00 feat (Chords North 78° 13' 53" Neat, 101.90 feet) to a point of tangency; thance
- 3. North 68° 27' 12" Nest, 701.18 fast to a point; containing 25132 square fast or 0.57694 scres of land, more or lass.

Part 6 being thirty (10) feet wide, distant (15) feet to AACA side of the camerline horainaster described:

Beginning for the said centerline of Part 6 at a point distant an arc length of 1.28 feet from the end of the 7th or 236.71 foot arc line of the above described Part 2) thence running across the property described in Liber 9246 at Folio 727 the following 4 courses

1. North \$4° 19' 48" Tent, 415.40 feet to a point of curvature; thence

JOB NO. 124-14

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- 2. 128.09 foat along the Art of a curve deflacting to the left, having a radius of 150.00 feet (ohord: North 19° 51° 88° Rast, 124.24 foat) to a point of tongency: thence
- 1. North 05° 74° 08" East, 108.02 feet to a point; thence
- i. 15.00 feet along the arm of a curve deflecting to the right, having a radius of 100.00 feet (chord: Merth 18° 27° 11" East, 45.17 feet) to a point on the southerly or North 55° 12° 21" West, 122.71 feet line as shown on a plat of subdivision entitled "LOT 1, DLOCK 1, MEXICVILLE VILLAGE CENTER" and radorded among the aforesaid land Radords in Plat Book 171 as Flat Number 15107, distant 31.90 feet from the easterly and thereof; containing 2166 Square fact or 0.49729 acres of land, more or less.

PART 7

Part 7 boing thirty (30) feet vide, fifteen (15) feet to each side of the first through the fourth courses of the centerline hareinafter described and twenty six (26) feet wide, thirteen (13) feet to each side of the fifth through the seventh courses of the centerline hereinafter described;

Beginning for the said conterline of Port 7 at a point on the 17d or North 68° 27' 12" Mest, 701.12 foot line of the above described Part 5, distant 87.02 feet from the end thorsof: themco running across the property described in Diber 9266 of Folio 727 the following 7 courses

- 1. North 21' 32' 48" East, 646.80 fact to a point; thence
- 2. North 33: 52: 48* East; 232.66 fast to a point; thence
- 2. North 54' 13' 48" Erst, 141.98 feet to a point at the end of the 5th or North 15' 56' 44" West, 485.68 foot line of the above described Part 2 and the beginning of the 1st or North 15' \$6' 44" West, 110.46 foot line of the Above described Part 3; thence
- 4. North 54' 18' 48" Nast, 490.94 fost to a point; thence
- 5. South 35' 36' 30" Szct, 108.93 fact to a point; thence
- 4. South 13" 34" OSP East, 181.15 fact to a point; thence
- 7. South 04' 35' 39" Exct, 161.44 feat to a point; containing 57116 square foot of 1.31120 acros of land, more or less.

PART 8

Part 2 being fifty two (52) feet wide, twenty six (26) feet to each side of the tiret thrown the third dourses of the baccline nersinafter described and selfly eight (78) feet wide, forty four (44) feet to the right of and thirty four (34) feet to the laft of the fourth course of the baccline hersinafter described;

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of males of the Contract Contr

Beginning for the said baseline of Part 8 at a point at the end of the 7th or South 84° 35' 39" West, 161.44 foot line of the above described Part 7 said point also being on the 3rd or North 05° 24° 08" Bast, 109.02 foot line of the above described Part 6: thence running across the property described in Liber 9246 at Folio 727 the following 4 courses

ma 1 **** ;

- 1. South 8(° 35' 39" East, (1.37 feet to aspoint of curvature: thence
- 2. 207.06 feet along the A 7 of a curve deflecting to the left.

 ("Aving a radius of 955.00 feet

 (chord: North 89" 11" Al" East.

 206.65 feet) to a point of tangency:
 thence
- 1. North 82° 59' 00" East, 134.08 feet to a point; thence
- North 82° 59° 00" East, 105.00 feet to a point on the vesterly or North 06° 59° 29" West, 108.14 foot right of way line of Maryland Route 155 as shown on State Highway Administration Plat Mumber 53014, distant 23.14 feet from the northerly end thereof; containing 41681 square feet or 1.00277 acres of land, more or lass.

TOGETHER WITH the 2 access areas shown circled on Exhibit B attached. By January 31, 1996, GSJV shall provide a revised legal description of the ingress-egress ensement, including the access areas shown circled on Exhibit B (the "revised legal description"), to GFS for its review and approval. The parties shall then record an amendment to this Maintenance and Easement Agreement replacing this Exhibit C legal description with the revised legal description. Simultaneously with recording the Amendment to this Maintenance and Easement Agreement, GSJV shall also record an amendment to the Declaration of Covenants, Conditions and Restrictions, Milestone Commercial Center Association, Inc. (also referred to as the "Retail Center Declaration"), recorded among the Land Records on November 16, 1995 in Liber 15760 at folio 183, replacing the Exhibit C-3 legal description attached to the Declaration with the revised legal description.

SUBJECT TO: Any easements, rights of way, covenants, conditions or restrictions that would be disclosed by a current title report.

This description has been prepared by Rodgers & Associates, Inc., Job No. $609{-}\lambda4$ and is in the datum of the Washington Suburban Sanitary Commission.

DESCRIPYDEE95\609ALE.DES

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EXHIBIT 'B' BUILDING "D" (TENANTS D1-D2) STANDARD LANDLORD'S SPECIFICATIONS NEELSVILLE VILLAGE CENTER, GERMANTOWN, MARYLAND

1. CONSTRUCTION BY LANDLORD

A. STORE MEASUREMENTS:

- Depths shall be measured from outside face of exterior front walls (front lease line) to outside face of exterior rear walls, not common with another tenant or to center line of rear walls common with another tenant (rear lease lines).
- Widths shall be measured from center lines of interior side walls common with other tenants or from outside face of exterior side walls not common with another tenant (side lease lines).

B. EXTERIOR FRONTS:

- 1. Clear plate glass from 0'-0" above finished floor to 10'-0" above finished floor, set in clear anodized, tubular aluminum frames. Tempered clear plate glass shall be provided in windows within 5 feet of entrance door. Storefront shall use standard 1-3/4" x 4-1/2" mullions.
- 2. Entrance door shall be a 3 foot by 7 foot single acting prefinished, tubular aluminum framed tempered plate glass door with automatic closer, push and pull bars, cylinder lock and hold-open device.
- 3. Refer to Exhibit D, Item 10 for House Address numerals.

C. EXTERIOR REAR:

- 1. Wall of face brick and split face CMU on CMU back-up.
- Service door shall be a painted 3 foot by 7 foot hollow metal door with painted metal rain diverter over door. Frame shall be a painted, 2" prewelded hollow metal. Door shall be equipped with panic hardware, entrance lock, rear pull and automatic door closer.
- Refer to Exhibit D, Item 11 for Rear Door Signs.

D. <u>EXTERIOR SIDES:</u>

1. Wall of face brick and split face CMU on CMU back-up.

E. INTERIOR FRONT WALL:

Windows shall be clear plate glass from 0'-0" above finished floor to 10'0" above finished floor set in clear anodized, tubular aluminum frames.
Tempered clear plate glass shall be provided in windows within 5 feet of entrance door. Storefront shall use standard 1-3/4" x 4-1/2" mullions.

F. INTERIOR SIDE WALLS:

- 1. Demising walls between stores shall be 1-hour fire rated UL assembly of one (1) layer, 1/2-inch gypsum wallboard taped, spackled and screw applied to each side of 3-5/8-inch steel studs from floor to underside of roof or steel beam above; sanded, ready for Tenant finish, where exposed below finished ceiling. Do not paint. Walls shall have 3" sound attenuating blankets full height.
- Side walls of any leased premises common with exterior walls to be constructed of concrete masonry units filled with koreform styrofoam insulation from floor to underside of roof deck. One-half-inch gypsum wallboard is to be screw applied to steel studs from floor to not less than 3 inches above finished ceiling, sanded, ready for Tenant finish. Do not paint.
- G. <u>INTERIOR REAR WALL:</u> Rear walls of any leased premises common with exterior walls to be constructed of concrete masonry units filled with koreform styrofoam insulation from floor to underside of roof deck. Concrete masonry wall is to remain unfinished.
- H. <u>INTERIOR FLOORINGS:</u> One hundred percent of the floor shall be exposed, trowel finished concrete slab ready for Tenant finish. (Toilet Room to have VCT 100%, see J-10 below.)
- I. <u>INTERIOR CEILING:</u> Exposed painted metal 2 foot by 4 foot grid system with white fiberglass lay-in panels, throughout entire store, at a height of 10'-0" above finished floor.

J. TOILET ROOM LOCATED AT REAR WALLS:

- One space enclosed with 1/2-inch gypsum wallboard screw applied to steel studs, taped, spackled and sanded from floor to finished ceiling.
 Do not paint.
- 2. Door to be a 3 foot by 6 foot 8 inch hollow core wood door, pre-hung and fitted standard H/C hardware. Under cut door 1" for ventilation.
- 3. A white H/C lavatory with standard fittings.
- 4. A white water closet with standard fittings.
- Handicap grab bars as indicated on drawings.
- 6. A wall mounted tissue holder

- 7. A ten-gallon electric hot water heater mounted above ceiling.
- 8. A thru wall exhaust fan connected to light switch.
- 9. A wall light above lavatory with wall switch located near door.
- 10. White VCT floor tile with 4" vinyl cove base.
- 11. 24 x 36 surface mounted mirror.
- 12. Two (2) water fountains mounted on wall outside of toilet room.
- 13. Laundry tray provided in Tenant toilet.

K. PLUMBING:

- 1. Plumbing for toilet facilities above provided by Landlord. Landlord shall provide one additional capped service of all plumbing for future Tenant use. Tenant shall bear the cost of the design and installation of all additional plumbing required as a result of his leasehold improvements. All tenant improvements shall conform with Landlord's Mechanical and Electrical Performance specification.
- 2. All interim sewer service charges or area connection charges required in addition to those listed in section "TOILET ROOM LOCATED AT REAR WALL" are to be at tenant's expense.
- Water meter is to be located in accordance with governing county standard detail.
- L. <u>FIRE PROTECTION:</u> Landlord to provide sprinkler system in accordance with the fire protection specifications. Tenant shall bear the cost of the design and installation of all additional heads and/or relocation of heads required as a result of his leasehold improvements. All Tenant improvements shall conform with Landlord's Mechanical and Electrical Performance specification.

M. HEATING, VENTILATING AND AIR CONDITIONING SYSTEMS:

1. The entire air distribution system (both supply and return) and toilet room exhaust with exterior wall grill shown on drawings has been designed by Landlord's architect and is to be located above the ceiling. All supply air ducts are to be fabricated to the sizes indicated, installed where shown on drawings. Tenant shall bear the cost of the design and installation of all additional HVAC required as a result of his leasehold improvements. All Tenant improvements shall conform with Landlord's Mechanical and Electrical Performance specification.

- 2. The heating system is designed to maintain a 68 degree F. indoor temperature at a 17 degree F. outdoor temperature.
- 3. The cooling system is capable of maintaining a 78 degree F. indoor temperature at a 95 degree F. outdoor temperature. The cooling system capacity design is based on the following internal heat gains:
 - a. People load 400 BTU's per hour, per person, at 75-square feet per person.
 - b. Lighting load 2 watts per square foot of lease space.
 - c. No provision has been made for heat producing equipment of any type (e.g., self-contained refrigerators, water coolers, cooking equipment, etc.). Furthermore, no provision has been made for mechanical ventilation systems (e.g., cooking equipment exhaust hoods).
- 4. The roof top equipment and their rated capacities, to be supplied by the landlord, are as follows:

| TENANT SQ. FT | 60.57 | | HEATING CAPACITY (TONS) | |
|---------------|-------------|-----------|----------------------------|------|
| | SQ. FT./TON | MIN. TONS | PROVIDED | |
| D-1 | 4,350 | 350 | 12.4 | 13.5 |
| D-2.1 | 2308 | 350 | 6.6 | 7.5 |
| D2.2 | 5885 | 350 | 16.8 | 19.5 |

NOTE: All RTU's are electric cooling and gas heat.

- 5. All equipment is 208V, three phase.
- 6. Any increase in the heating and cooling capacity and/or any required ventilation systems, which are a result of the tenant's proposed use of the leased space beyond the design loads and capacities listed above, shall be attributable thereto, including but not limited to roof penetrations, roofing, structural supports, modifications to mechanical, plumbing, electrical and fire protection systems as provided under construction by landlord as described on the drawings and in these specifications, shall be borne by the tenant.

N. <u>ELECTRICAL</u>:

1. Electrical panel box to be mounted on interior rear wall and is to be rated for 120/208V, three phase, 4 wire, 60 cycle, service. Service is to be as follows:

| Tenant D-1 | 400 amps |
|--------------|----------|
| Tenant D-2.1 | 200 amps |
| Tenant D-2.2 | 400 amps |

- Interior Lighting Recessed 2 foot by 4 foot, lensed, four tube, fluorescent fixtures arranged as illustrated on the Tenant lease outline drawing.
- Emergency Lighting Wall mounted, battery powered lamp units to be located at front and rear of the leased space. Battery is to recharge automatically. Units are to automatically switch on when normal power is interrupted and are to automatically switch off when normal power is restored.
- 4. An illuminated exit sign to be surface mounted to the ceiling over the front and rear doors. Exit signs to be served by a separate electrical circuit with emergency white lights that provide a safe exit way from rear to front of leased space.
- 5. Exterior Light Over Rear Door Fixture is to be Sundowner 12-100 MH-1, 120V or approved equal.
- 6. Electrical service to signage location shall be one junction box mounted at exterior sign fascia and one junction box inside the Tenant space for use by Tenant's signage contractor. Conduit with pull string shall extend between junction boxes and run from interior junction box to Tenant panel.
- 7. A separate meter shall be located on exterior of the Tenant's rear wall.
- 8. Tenant shall bear the cost of the design and installation of all additional electrical required as a result of his leasehold improvements. All Tenant improvements shall conform with Landlord's Mechanical and Electrical Performance specification.
- O. <u>TELEPHONE SERVICE</u>: The landlord will provide and install two (2) 1-inch diameter conduits to Tenant lease space. Tenant shall bear the cost of the design and installation of all additional service required as a result of his leasehold improvements. All Tenant improvements shall conform with Landlord's Mechanical and Electrical Performance specification.

P. CONSTRUCTION CHANGES:

- 1. Costs of tenant changes and/or additions to work included in these specifications, which are requested by the tenant to be performed by the landlord at the tenant's expense, shall be estimated by the landlord when tenant's drawings are submitted for landlord's approval.
- 2. There will be no credits due for tenant required deletions or substitutions to these specifications.
- Q. <u>CONSTRUCTION STAGING AREAS:</u> At the time of possession of Tenant space, Landlord shall stipulate each Tenant's construction staging area.

2. TENANT LEASEHOLD IMPROVEMENTS:

- A. Tenant will supply four (4) sets of construction documents, including architectural, mechanical, electrical, sprinkler and plumbing, in a completed form, ready for filing for an alteration permit. Said documents shall be the property of the landlord to be used for his review. Floor plans are to be dimensioned.
- B. Tenant shall apply and obtain all alterations permits, use permits, occupancy permits and other permits required by jurisdiction having authority. Tenant shall pay all required fees.
- C. All other work or material required to meet any governmental codes or called for by tenant is at tenant's cost.

D. SIGNAGE:

- Tenant is to provide, install and bear all costs for their signage, approved by the landlord. Signage shall be mounted on an area designated on the face of the building.
- 2. Signage requirements are detailed in Exhibit D, Sign Specification.
- Tenant to submit four (4) sets of fabricated and installation store drawings for approval prior to installation as stipulated in Signage Exhibit.
- 4. Tenant to apply, obtain and pay for all permits required by jurisdiction having authority.
- 5. Time clock is to be installed for the sign by the tenant at tenant's expense.

GENERAL NOTES

 Tenant's architect and contractor shall be familiar with exhibit 'B' which describes the obligations of both Landlord and Tenant in the design and construction of the lease premises.

In order to ensure an orderly and aesthetically coordinated signage design, and to ensure that signing requirements are fully understood by the Tenant, his Contractor and other representatives, Tenant's architect and contractor shall be familiar with exhibit 'D' which describes the obligations of both Landlord and Tenant in the design and construction of the Tenant signage.

Canvas awnings shall be provided by the Landlord.

- There may exist Landlord and other Tenant utilities above the finish ceiling height of each premises. If the use of the space above the ceiling is critical, the Tenant shall notify the Landlord's Tenant Coordinator.
- 3. Tenant's architect is required to field check the actual lease premises prior to starting any work.

SPECIAL NOTES

- 4. Interior front walls shall be aluminum storefront. Tenant demising and Tenant side walls shall be gypsum wall board, taped, spackled and sanded, ready for Tenant finishes. Interior rear wall shall be unfinished block.
- 5. Tenant ceiling shall be 2 x 4 exposed metal grid system with white lay-in panels.
- 6. Tenant floor shall be 4" trowel finished concrete ready to accept Tenant finish. Tenant toilet floor shall be finished with VCT by Landlord.
- 7. Sprinkler: Landlord to provide sprinkler system in accordance with the fire protection specification. Tenant shall bear the cost of the design and installation of all additional heads and/or relocation of heads required as a result of his leasehold improvements.
- 8. Plumbing: Landlord shall provide 4" sanitary line to Landlord provided toilet.

 Additional 4" capped sanitary line shall be provided by Landlord in wet wall of toilet room, for future use by Tenant. Landlord shall provide 3/4" cold water & 1/2" hot water to Landlord provided toilet. Additional 3/4" capped cold water & 1/2" capped hot water line shall be provided by Landlord in wet wall of toilet room, for future use by Tenant. Tenant shall bear the cost of the design and installation of all additional plumbing required as a result of his leasehold improvements.

9.

Mechanical: Tenant roof top HVAC unit and complete air distribution system shall be provided by Landlord. Tenant shall bear the cost of the design and installation of all additional HVAC required as a result of his leasehold improvements. Tenant shall notify the Landlord's Tenant Coordinator of any alterations or modifications to the HVAC system.

10. Electrical: Tenant electrical service in the form of Tenant meter, Tenant distribution panel board, Tenant light fixtures, Tenant convenience outlets, exit signs and junction boxes for Tenant signage shall be provided by Landlord. Tenant shall bear the cost of the design and installation of all additional electrical service required as a result of his leasehold improvements. Tenant shall notify the Landlord's Tenant Coordinator of any alterations or modifications to the electrical system.

Telephone: 11.

(2) 1" conduits with pull string shall be provided by Landlord to Tenant space. Tenant shall bear the cost of the design and installation of all additional telephone service required as a result of his leasehold improvements.

12. Gas: Landlord shall provide gas service to remote meter on the roof of building with connection to roof top HVAC units. Tenant shall bear the cost of the design and installation of all additional gas service required as a result of his leasehold improvements. Tenant shall notify the Landlord's Tenant Coordinator of any alterations or modifications to the gas service system.

EXHIBIT C

RULES AND REGULATIONS

- 1. Tenant shall comply with all laws and regulations of governmental authorities.
- 2. Tenant shall keep garbage and other refuse in rat-proof containers inside the Premises not visible to the general public expense, and shall regularly remove it from the Premises through the proper service corridors. Tenant shall not burn trash, refuse or waste materials.
- 3. Tenant shall load and unload goods only in designated areas and shall promptly remove from the loading dock all goods placed there. Tenant is responsible for its goods during removal.
- 4. Tenant shall have in the Premises only merchandise which Tenant intends to sell at retail in the Premises.
 - 5. Tenant shall not permit any waste or nuisance in the Premises;
- 6. Tenant shall not permit any sound system or advertising medium which can be experienced outside of the Premises, including flashing lights, searchlights, loudspeakers, phonographs, radios or televisions;
- 7. Tenant shall not place merchandise, vending machines or other articles in any vestibule or entry of the Premises or outside the Premises;
- 8. Tenant shall not bring or keep on the Premises any flammable, combustible or explosive fluid, chemical or other substance, except as used in connection with Tenant's Business and permitted by applicable law;
 - 9. Tenant shall not keep in the Premises any animals, birds, or reptiles;
- 10. Tenant shall not permit any coin-operated amusement devices and games in the Premises;
- 11. Tenant shall not permit any noxious, toxic or corresive substance, except as used in connection with Tenant's Eusiness and permitted by applicable law;
- 12. Tenant shall not place a load on any floor in the Center which exceeds the floor load per square foot which that floor was designed to carry;
- 13. Tenant shall not damage or deface any sign, light, landscaping, or other improvements in the Center, or the property of customers or employees in the Center.
- 14. Tenant shall not conduct any public or private auction or fire sale, going out of business sale, bankruptcy sale, or similar sale at the Premises.
- 15. Except in connection with activities of the merchants' association and with Landlord's prior written consent, Tenant shall not:
 - (a) peddle or solicit orders for goods or services outside the Premises.
 - (b) distribute any circular, booklet, handbill, placard or other material, nor solicit membership in any organization, group or association or contribution for any purpose outside the Premues.
 - (c) we say Common Areas (including the enclosed mall) for any purpose when the other retail establishments in the Center are closed.
- 16. Tenant is responsible for protecting the Premises and Tenant's property from theft and robbery, and shall keep all doors, windows and transoms securely fastened when Tenant is not open for business.
- 17. If Tenant prepares food in the Premises it shall install chemical extinguishing devices approved by the appropriate insurance rating organization and by Landlord's property insurer and shall keep such devices under service as required by such organization. If gas is used in the Premises, Tenant shall install manual and automatic gas cut-off devices.

EXHIBIT 'D' BUILDING D SIGN SPECIFICATION NEELSVILLE VILLAGE CENTER, GERMANTOWN, MARYLAND

Comply strictly with these specifications and attached drawings. Neither deviations nor substitutions will be permitted without Landlord's written approval.

- 1. <u>FABRICATION</u> All illuminated signage is to be designed and fabricated to comply with the jurisdictional sign and building codes, the National Electrical Code NFPA 70 and requirements of Underwriter's Laboratories. Illuminated signage to have U.L. label permanently affixed and visible.
- 2. <u>SIGN PERMIT</u> Tenant to obtain necessary approval and sign permit, one copy of which is to be submitted to the Landlord. Permanently affix permit plaque to the sign in a location visible from the ground.
- 3. <u>ILLUMINATED SIGNAGE DESIGN</u> Individual letters, logos, etc. are to be fabricated from minimum 0.040 inch aluminum sides and minimum 0.040 inch mill finished backs. Sides to be painted to match adjacent surface. All interiors are to be painted white. Faces are to be minimum 1/8 inch thick plexiglass in color to be approved by Landlord. Molding caps are to be 1 inch black silvatrim. Total sign depth to be 5.5 inches, plus or minus 1/2 inch.
- 4. <u>INTERIOR ILLUMINATION</u> A minimum of two rows of 15mm white neon tubes are to be installed. Additional rows of neon are to be added where size of sign dictates. Signage to be powered by 60 MA. transformers.
- 5. TRANSFORMER VAULT/RACEWAY Mount signage to a continuous 7.5 inch x 7.5 inch vault fabricated from a minimum 0.063 inch aluminum. Paint vault to match adjacent surface. Secure entire assembly to assigned location on the building facade. See sign drawings for raceway/letter relationship and mounting dimensions on fascia.
- 6. <u>ILLUMINATED SIGN DIMENSIONS</u> The maximum height of signage is to be no more than 36 inches; the minimum height to be no less than 24 inches. In no case shall the ends of signage be less than 4 feet from signage of an adjoining store. The maximum square foot area of signage shall conform to the following Montgomery County Signage Code Regulations: Article 59.F Signs Division 59.F.1 Section 59.F.1.22.

Neelsville Village Center Sign Specification January 15, 1997 Page 2

The areas allowable for Building "D" are as follows:

West Elev.

South Elev.

Tenant D-1 77 Sq. Ft. Tenant D-2.1 41 Sq. Ft.

Tenant D-2.2 90 Sq. Ft.

90 Sq. Ft.

- 7. <u>ELECTRICAL SERVICE</u> Each sign location shall be provided with two junction boxes, one in the Tenant space and one at the building fascia, for use in installing and wiring the Tenant sign to the Tenant electrical panel board.
- 8. <u>SHOP DRAWINGS</u> Tenant shall submit four (4) copies of ozalid prints of all fabrication drawings of signage showing all graphics, construction details, types of materials, finishes and installation details, complete, for review and approval prior to fabrication.
- 9. <u>WINDOW SIGNS</u> Signs permanently affixed to interior of store windows and/or doors must be approved by Landlord prior to installation by the Tenant.
- 10. HOUSE ADDRESS Furnished and installed by Landlord on entrance doors.
- 11. REAR DOOR SIGNS Furnished and installed by Landlord.

(P:\9326500\SPECS\EXIBIT-D.SIG)

EXHIBIT E

DECLARATION OF OCCUPANCY

| DATE OF DECLARATION: | 19 97 |
|--|--|
| DATE OF LEASE: | September 24 19 97 |
| LANDLORD: | GFS Realty, Inc. (Dept. #671) P. O. Box 1804 Washington, D.C. 20013 |
| TENANT: | Montgomery County, Maryland (Department of Facilities t/a Montgomery County Liquor and Services) 16650 Crabbs Branch Way Rockville, Maryland 20855 |
| CENTER: | Neelsville Village 20946 Frederick Road Germantown, Maryland 20876 |
| Under \$3.6 of the Lesse, L. Occupancy. Accordingly, Landlord | andlord and Tenant agreed to sign this Declaration of and Tenant declare that: |
| 1. The Possession Date un | der the Lesse is 19 |
| 2. The Rent Commenceme | mt Date under the Lesse is 19 |
| 3. Not counting Options to | Extend, if any, the Lesse Term expires on |
| 4. Landlord's Work (as def by Landlord and accepted by Tensi | fined in the Lesse) has been satisfactorily completed |
| 5. As of the date of this D of set-off against rent and additions | Declaration, Tenant has no claims, defenses, or rights at rent due under the Lesse. |
| 6. The Lesse is now in full | I force and effect. |
| ATTEST: | LANDLORD: GFS REALTY, INC. |
| Michael C. Buchsbaum, Asst. Secretary A. Corporate Tenant | Stephen L. Oseroff, Vice President |
| ATTEST: | TENANT: Montgomery County, Maryland |
| 9- | , |
| By: Name: | By: |
| Title: | Title |
| 2. Permenhip or Individual Tener general partners shall sign this Lea | |
| WITNESS: | TENANT |
| | |
| | |